| 1      | State of Arkansas            | As Engrossed: $S2/9/23$<br>ABill              |                           |
|--------|------------------------------|---|---------------------------|
| 2      | 94th General Assembly        | A DIII  | CENATE DILL 170           |
| 3      | Regular Session, 2023        |   | SENATE BILL 178           |
| 4      | Du Sonatora V. Hommor In     |   |                           |
| 5      | By: Senators K. Hammer, Ir   | vin   |                           |
| 6<br>7 | By: Representative Vaught    |   |                           |
| 7<br>8 |                              | For An Act To Be Entitled                     |                           |
| 9      | AN ACT TO                    | AMEND THE ARKANSAS HEALTH CARE CONSUM         | ER                        |
| 10     | ACT; TO P                    | ROVIDE REIMBURSEMENT AND BENEFITS FOR         | MENTAL                    |
| 11     |                              | ND SUBSTANCE USE DISORDERS THAT ARE           |                           |
| 12     | DELIVERED                    | THROUGH A PSYCHIATRIC COLLABORATIVE C         | ARE                       |
| 13     | MODEL; AN                    | D FOR OTHER PURPOSES.                         |                           |
| 14     |                              |   |                           |
| 15     |                              |   |                           |
| 16     |                              | Subtitle                                      |                           |
| 17     | TO A                         | MEND THE ARKANSAS HEALTH CARE                 |                           |
| 18     | CONS                         | SUMER ACT; AND TO PROVIDE                     |                           |
| 19     | REIM                         | BURSEMENT AND BENEFITS FOR MENTAL             |                           |
| 20     | ILLN                         | NESS AND SUBSTANCE USE DISORDERS THAT         |                           |
| 21     | ARE                          | DELIVERED THROUGH A PSYCHIATRIC               |                           |
| 22     | COLI                         | ABORATIVE CARE MODEL.                         |                           |
| 23     |                              |   |                           |
| 24     |                              |   |                           |
| 25     | BE IT ENACTED BY THE         | GENERAL ASSEMBLY OF THE STATE OF ARKAN        | SAS:                      |
| 26     |                              |   |                           |
| 27     | SECTION 1. Ark               | ansas Code Title 23, Chapter 99, Subch        | apter 4, is               |
| 28     | amended to add an add        | itional section to read as follows:           |                           |
| 29     | <u>23-99-422. Ben</u>        | efits for mental illness or substance         | <u>use disorders</u>      |
| 30     | <u>delivered through psy</u> | <u>chiatric collaborative care model — De</u> | <u>finitions — Rules.</u> |
| 31     | <u>(a) As used in</u>        |   |                           |
| 32     | <u>(1) "Hea</u>              | lthcare insurer" means an insurance co        | <u>mpany, hospital</u>    |
| 33     | and medical service c        | orporation, or health maintenance orga        | <u>nization issuing</u>   |
| 34     | -                            | benefit plans in this state and subjec        | t to the following        |
| 35     | laws:                        |   |                           |
| 36     | <u>(A)</u>                   | The Arkansas Insurance Code;                  |                           |



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| 1  | (B) Section 23-76-101 et seq., pertaining to health                           |  |  |
|----|---|--|--|
| 2  | maintenance organizations;  |  |  |
| 3  | (C) Section 23-75-101 et seq., pertaining to hospital and                     |  |  |
| 4  | medical service corporations; and   |  |  |
| 5  | (D) The Arkansas Medicaid Program for any Medicaid                            |  |  |
| 6  | beneficiaries in the fee-for-service Arkansas Medicaid Program and Medicaid   |  |  |
| 7  | services provided under the Arkansas Medicaid Program that are managed or     |  |  |
| 8  | reimbursed by another healthcare insurer or a risk-based provider             |  |  |
| 9  | organization; and   |  |  |
| 10 | (2) "Psychiatric collaborative care model" means the delivery of              |  |  |
| 11 | care that is:   |  |  |
| 12 | (A) An evidence-based, integrated behavioral health                           |  |  |
| 13 | service delivery method described at 81 Fed. Reg. 80230, as it existed on     |  |  |
| 14 | January 1, 2023; and  |  |  |
| 15 | (B) A method typically used by a primary care team                            |  |  |
| 16 | consisting of a primary care provider and a care manager who works in         |  |  |
| 17 | collaboration with a psychiatric consultant, including without limitation a   |  |  |
| 18 | psychiatrist.   |  |  |
| 19 | (b) A healthcare insurer that provides benefits for the treatment of          |  |  |
| 20 | mental illness or substance use disorders shall provide reimbursement for     |  |  |
| 21 | those benefits if the benefits are delivered through a psychiatric            |  |  |
| 22 | collaborative care model.   |  |  |
| 23 | (c) The care provided by a primary care team shall:                           |  |  |
| 24 | (1) Be directed by the primary care team;                                     |  |  |
| 25 | (2) Include structured care management with regular assessments               |  |  |
| 26 | of clinical status using validated tools; and                                 |  |  |
| 27 | (3) Include modification of treatment, as appropriate.                        |  |  |
| 28 | (d) A psychiatric consultant who participates in a primary care team          |  |  |
| 29 | shall:  |  |  |
| 30 | (1) Provide regular consultations to the primary care team;                   |  |  |
| 31 | (2) Review the clinical status and care of the covered person;                |  |  |
| 32 | and   |  |  |
| 33 | (3) Make recommendations.   |  |  |
| 34 | (e)(1) A healthcare insurer may deny reimbursement for healthcare             |  |  |
| 35 | services delivered through a psychiatric collaborative care model on the      |  |  |
| 36 | grounds of medical necessity only if the medical necessity determinations are |  |  |

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As Engrossed: S2/9/23

| 1  | in compliance with state law and the Paul Wellstone and Pete Domenici Mental  |
|----|---|
| 2  | Health Parity and Addiction Equity Act of 2008, Pub. L. No. 110-343, § 511 et |
| 3  | <u>seq.</u>   |
| 4  | (2) For care provided through a psychiatric collaborative care                |
| 5  | model, a healthcare insurer shall not:  |
| 6  | (A) Place a benefit limitation or cap on the amount of                        |
| 7  | time, number of units, or amount of reimbursement for care manager activities |
| 8  | <u>in any month;</u>  |
| 9  | (B) Limit the ability of federally qualified health                           |
| 10 | centers or rural health clinics to receive reimbursement;                     |
| 11 | (C) Impose any licensure requirements for a care manager;                     |
| 12 | (D) Limit the age of a patient for whom the care is a                         |
| 13 | covered service; or   |
| 14 | (E) Limit coverage to a patient with a specific diagnosis.                    |
| 15 | (f) The Insurance Commissioner may promulgate rules necessary to              |
| 16 | implement this section.   |
| 17 |   |
| 18 | SECTION 2. DO NOT CODIFY. <u>EFFECTIVE DATE. This act is effective on</u>     |
| 19 | and after October 1, 2023.  |
| 20 |   |
| 21 | /s/K. Hammer  |
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