Rule Summary and Fiscal Analysis (Part A)

Department of Job and Family Services

Agency Name

<u>Division of Medical Assistance</u> Nancy Van Kirk

Division Contact

30 E. Broad St., 31st. Floor Office of Legal Services 466-4605 752-8298

Columbus OH 43215-3414

Agency Mailing Address (Plus Zip) Phone Fax

5101:3-1-09 **NEW**

Rule Number TYPE of rule filing

Rule Title/Tag Line Medicaid co-payment program [except for medicaid

consumers enrolled in the medicaid managed health care

program].

RULE SUMMARY

1. Is the rule being filed consistent with the requirements of the RC 119.032 review? N_0

2. Are you proposing this rule as a result of recent legislation? Yes

Bill Number: **HBNumber 66** General Assembly: **126** Sponsor: **Representative**

Calvert

3. Statute prescribing the procedure in accordance with the agency is required

to adopt the rule: 119.03

4. Statute(s) authorizing agency to

adopt the rule: 5111.02

5. Statute(s) the rule, as filed, amplifies

or implements: 5111.01, 5111.02,

5111.0112

6. State the reason(s) for proposing (i.e., why are you filing,) this rule:

To establish a general Medicaid co-payment rule in response to Am. Sub. HB 66 (Section RC 5111.0112).

Page 2 Rule Number: 5101:3-1-09

7. If the rule is an AMENDMENT, then summarize the changes and the content of the proposed rule; If the rule type is RESCISSION, NEW or NO CHANGE, then summarize the content of the rule:

Content of this rule includes general principles of the Medicaid co-payment program for dental, vision, non-emergency ER visits and prescription medications. This rule also includes what consumers are affected by the co-payment program and what exclusions apply to the medicaid co-payment program overall. Also, this rule explains that consumers eligible for the disability medical assistance (DMA) program will also be subject to co-payments.

8. If the rule incorporates a text or other material by reference and the agency claims the incorporation by reference is exempt from compliance with sections 121.71 to 121.74 of the Revised Code because the text or other material is **generally available** to persons who reasonably can be expected to be affected by the rule, provide an explanation of how the text or other material is generally available to those persons:

ODJFS billing instructions as explained in this rule are available at the following internet website: http://emanuals.odjfs.state.oh.us/emanuals

This rule incorporates one or more references to another rule or rules of the Ohio Administrative Code. This question is not applicable to any incorporation by reference to another OAC rule because such reference is exempt from compliance with ORC 121.71 to 121.74 pursuant to ORC 121.76(A)(3).

This rule incorporates one or more references to federal laws or the Code of Federal Regulations (CFR). This question is not applicable to those references in this rule because such references are exempt from compliance with ORC 121.71 to 121.74 pursuant to ORC 121.76(B)(2).

9. If the rule incorporates a text or other material by reference, and it was **infeasible** for the agency to file the text or other material electronically, provide an explanation of why filing the text or other material electronically was infeasible:

N/A

10. If the rule is being **rescinded** and incorporates a text or other material by reference, and it was **infeasible** for the agency to file the text or other material, provide an explanation of why filing the text or other material was infeasible:

Not Applicable.

Page 3 Rule Number: 5101:3-1-09

11. If **revising** or **refiling** this rule, identify changes made from the previously filed version of this rule; if none, please state so:

Not Applicable.

12. 119.032 Rule Review Date:

(If the rule is not exempt and you answered NO to question No. 1, provide the scheduled review date. If you answered YES to No. 1, the review date for this rule is the filing date.)

NOTE: If the rule is not exempt at the time of final filing, two dates are required: the current review date plus a date not to exceed 5 years from the effective date for Amended rules or a date not to exceed 5 years from the review date for No Change rules.

FISCAL ANALYSIS

13. Estimate the total amount by which *this proposed rule* would **increase** /decrease either revenues /expenditures for the agency during the current biennium (in dollars): Explain the net impact of the proposed changes to the budget of your agency/department.

This will decrease expenditures.

\$3,875,350 in SFY 2006

By applying co-payments to dental, vision, non-emergency emergency department services and trade name prescriptions, the department estimates savings of \$3,875,350 in SFY 2006 and \$12,142,667 in SFY 2007.

14. Identify the appropriation (by line item etc.) that authorizes each expenditure necessitated by the proposed rule:

The appropriation line items 600-525 and 600-692 authorize all related expenditures.

15. Provide a summary of the estimated cost of compliance with the rule to all directly affected persons. When appropriate, please include the source for your information/estimated costs, e.g. industry, CFR, internal/agency:

The department estimates that providers may experience an increase in adminstrative costs related to collecting and reporting the co-payment for services defined in this rule. The department is unable to estimate this additional costs as

Page 4 Rule Number: 5101:3-1-09

they will likely vary among providers. The department estimates that consumers will experience a cost to comply equal to that of the said co-payment for services. For individual provider and consumer co-payment costs per service or presciption, see the fiscal analysis for each respective OAC rule.

- 16. Does this rule have a fiscal effect on school districts, counties, townships, or municipal corporations? N_0
- 17. Does this rule deal with environmental protection or contain a component dealing with environmental protection as defined in R. C. 121.39? **No**