## Rule Summary and Fiscal Analysis (Part A)

## **Department of Job and Family Services**

Agency Name

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

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5101:3-18-01 NEW

Rule Number TYPE of rule filing

Rule Title/Tag Line Freestanding birth center: eligible providers, covered services

and reimbursement.

## **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? No
- 3. Statute prescribing the procedure in accordance with the agency is required to adopt the rule: 110.03
- 4. Statute(s) authorizing agency to adopt the rule: 5111.02
- to adopt the rule: 119.03
  - 5. Statute(s) the rule, as filed, amplifies or implements: **5111.02**, **5111.021**
- 6. State the reason(s) for proposing (i.e., why are you filing,) this rule:

This rule is being proposed for adoption to comply with Section 2301 of the federal Patient Protection and Affordable Care Act (effective March 23, 2010) mandating that state medicaid programs cover freestanding birth center services.

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:

This rule sets forth the definition of freestanding birth centers and describes the criteria freestanding birth centers must meet to be eligible to receive reimbursement from Ohio's medicaid program. It also describes the medically necessary services for which freestanding birth centers may receive reimbursement from Ohio's medicaid program, and the Ohio medicaid reimbursement rate for medically necessary services provided by freestanding birth centers.

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:

This rule incorporates one or more dated references to the U.S. Code. This question is not applicable to any dated incorporation by reference to the U.S. Code because such reference is exempt from compliance with RC 121.71 to 121.74 in accordance with RC 121.75(A).

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 RC 121.71 to 121.74 pursuant to RC 121.76(A)(3).

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:

Not applicable.

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.

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:

Page 3 Rule Number: 5101:3-18-01

(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 have no impact on revenues or expenditures.

\$0

Presently, there is only one licensed freestanding birth center in Ohio. That freestanding birth center only treats the Amish population and is not interested in becoming a medicaid provider. We are not aware of any freestanding birth centers which are licensed by Ohio or a neighboring state and interested in becoming an Ohio medicaid provider.

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

600525

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:

This rule affects licensed freestanding birth centers which choose to participate in Ohio's medicaid program. If the single licensed freestanding birth center were to decide to become a medicaid provider in the future, then it might need to incur administrative costs to set up procedures to bill medicaid. Because this is a brand new provider type for Ohio's medicaid program, there is no past experience available to accurately estimate the cost of compliance. However, any such costs could be offset by reimbursement for medicaid consumers that is now available to the provider for the first time.

Page 4 Rule Number: 5101:3-18-01

16. Does this rule have a fiscal effect on school districts, counties, townships, or municipal corporations?  ${
m No}$ 

17. Does this rule deal with environmental protection or contain a component dealing with environmental protection as defined in R. C. 121.39?  $N_0$