ACTION: Original

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# Rule Summary and Fiscal Analysis (Part A)

### **Ohio Department of Medicaid**

Agency Name

**Tommi Potter** 

Division

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<u>5160-2-79</u>

NEW

Rule Number TYPE of rule filing

Rule Title/Tag Line

Reimbursement for LARC devices.

### **RULE SUMMARY**

- 1. Is the rule being filed for five year review (FYR)?  $N_0$
- 2. Are you proposing this rule as a result of recent legislation? Yes

Bill Number: **SB332** General Assembly: **131** 

Sponsor: Senator Jones,

**Senator Tayares** 

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: 5164.02

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

or implements: 5164.721

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

The proposed adoption of this rule is the result of the enactment of ORC section 5164.721 as established in Sub. S.B. 332 of the 131st General Assembly. This rule is being proposed for adoption to modify the provisions relating to the reimbursement of outpatient hospital services provided in an inpatient hospital setting under the Ohio Medicaid program.

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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 describes the payment policy for long-acting reversible contraceptive (LARC) devices provided postpartum in an inpatient hospital setting and prior to the patient's discharge from the hospital.

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 references to another rule or rules of the Ohio Administrative Code (OAC). 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. If applicable, indicate each specific paragraph of the rule that has been modified:

Not Applicable.

12. Five Year Review (FYR) 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

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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.

\$0.00

The proposed rule has no effect in the current biennium. However, for the next biennium, the net impact is an increase of \$14 million in payments for hospitals providing LARC devices to Medicaid patients postpartum in an inpatient hospital setting and prior to each patient's discharge from the hospital.

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

Not Applicable.

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 does not impose a cost of compliance as it operationalizes the mandate set forth by Sub. S.B. 332 of the 131st General Assembly which enacted sections 3727.20 and 5164.721 of the Ohio Revised Code.

- 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**

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# S.B. 2 (129th General Assembly) Questions

- 18. Has this rule been filed with the Common Sense Initiative Office pursuant to R.C. 121.82?  $N_0$
- 19. Specific to this rule, answer the following:
- A.) Does this rule require a license, permit, or any other prior authorization to engage in or operate a line of business?  $N_0$
- B.) Does this rule impose a criminal penalty, a civil penalty, or another sanction, or create a cause of action, for failure to comply with its terms?  $N_0$
- C.) Does this rule require specific expenditures or the report of information as a condition of compliance? No