DATE: 10/05/2016 12:36 PM

# Rule Summary and Fiscal Analysis (Part A)

### **Ohio Department of Medicaid**

Agency Name

**Tommi Potter** 

Division

Contact

50 West Town Street Suite 400 Columbus OH

<u>614-752-3877</u>

614-995-1301

43218-2709

Agency Mailing Address (Plus Zip)

Phone

Fax

Tommi.Potter@medicaid.ohio.gov

**Email** 

5160-4-04

**NEW** 

Rule Number TYPE of rule filing

Rule Title/Tag Line

Advanced practice registered nurse (APRN) services.

### **RULE SUMMARY**

- 1. Is the rule being filed for five year review (FYR)? No
- 2. Are you proposing this rule as a result of recent legislation?  $N_0$
- 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: **5164.02**
- 6. State the reason(s) for proposing (i.e., why are you filing,) this rule:

As part of the five-year rule review process, this rule is being proposed to replace existing rules 5160-8-22 and 5160-8-23.

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:

New rule 5160-4-04, "Advanced practice registered nurse (APRN) services," sets

Page 2 Rule Number: 5160-4-04

forth coverage and payment policies for services provided by an APRN (a term that encompasses a certified registered nurse anesthetist, clinical nurse specialist, certified nurse-midwife, and certified nurse practitioner).

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. 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 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 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

Page 3 Rule Number: **5160-4-04** 

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.

\$7,500

As a result of the removal of assistant-at-surgery from the list of non-covered APRN services, an APRN could receive payment for serving in that capacity. Payment for a service performed by an APRN in a hospital setting is made at 85% of the allowed maximum -- a reduction of 15%. Annual payment for assistant-at-surgery services performed in a hospital setting totals about \$150,000. If an APRN served as assistant-at-surgery instead of a physician one time in three (an improbably large estimate), then the expected savings over the remainder of the biennium would be (\$150,000 per year) x (1 year) / (2-year biennium) x (15% reduction) x (33.33% frequency).

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

651-525

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:

There is no cost of compliance.

16. Does this rule have a fiscal effect on school districts, counties, townships, or municipal corporations? Yes

You must complete Part B of the Rule Summary and Fiscal Analysis in order to comply with Am. Sub. S.B. 33 of the 120th General Assembly.

17. Does this rule deal with environmental protection or contain a component dealing with environmental protection as defined in R. C. 121.39? **No** 

Page 4 Rule Number: 5160-4-04

# 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? Yes
- 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? Yes

This rule limits payment by scope of practice and Medicaid enrollment.

- 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?  $N_0$

Page B-1 Rule Number: **5160-4-04** 

# Rule Summary and Fiscal Analysis (Part B)

1. Does the Proposed rule have a fiscal effect on any of the following?

(a) School (b) Counties (c) Townships (d) Municipal Corporations

No Yes No Yes

2. Please provide an estimate in dollars of the cost of compliance with the proposed rule for school districts, counties, townships, or municipal corporations. If you are unable to provide an estimate in dollars, please provide a written explanation of why it is not possible to provide such an estimate.

The change embodied in the proposed rule may have the fiscal effect of reducing overall expenditures. There is no cost of compliance.

- 3. If the proposed rule is the result of a federal requirement, does the proposed rule exceed the scope and intent of the federal requirement? **No**
- 4. If the proposed rule exceeds the minimum necessary federal requirement, please provide an estimate of, and justification for, the excess costs that exceed the cost of the federal requirement. In particular, please provide an estimate of the excess costs that exceed the cost of the federal requirement for (a) school districts, (b) counties, (c) townships, and (d) municipal corporations.

*Not Applicable.* 

5. Please provide a comprehensive cost estimate for the proposed rule that includes the procedure and method used for calculating the cost of compliance. This comprehensive cost estimate should identify all of the major cost categories including, but not limited to, (a) personnel costs, (b) new equipment or other capital costs, (c) operating costs, and (d) any indirect central service costs.

The comprehensive cost estimates are provided in the following sections.

(a) Personnel Costs

ODM does not expect that the proposed rule will result in any change in personnel costs to Medicaid providers.

Page B-2 Rule Number: **5160-4-04** 

### (b) New Equipment or Other Capital Costs

ODM does not expect that the proposed rule will result in any change in new equipment or other capital costs to Medicaid providers.

# (c) Operating Costs

ODM does not expect that the proposed rule will result in any change in operating costs to Medicaid providers.

#### (d) Any Indirect Central Service Costs

ODM does not expect that the proposed rule will result in any change in indirect central service costs to Medicaid providers.

## (e) Other Costs

ODM does not expect that the proposed rule will result in any change in other costs to Medicaid providers.

6. Please provide a written explanation of the agency's and the local government's ability to pay for the new requirements imposed by the proposed rule.

The proposed rule has a fiscal impact to the extent that it may decrease amounts paid by local governments. The change, which will be implemented in the ODM claim-payment system, represents a routine maintenance cost for ODM; local governments are not expected to incur any such expense.

7. Please provide a statement on the proposed rule's impact on economic development.

This proposed rule has no discernible impact on economic development.