HB 2910-1 (LC 2840) 3/5/21 (LHF/ps)

Requested by Representative NOSSE

## PROPOSED AMENDMENTS TO HOUSE BILL 2910

1 On <u>page 1</u> of the printed bill, line 10, delete "now, therefore," and insert 2 "and

<sup>3</sup> "Whereas it is the intent of the Legislative Assembly that the Oregon <sup>4</sup> Health Authority seek approval from the Centers for Medicare and Medicaid <sup>5</sup> Services for supplemental funding for nonfederal, nonpublic emergency med-<sup>6</sup> ical services entities only after approval is fully granted for the Ground <sup>7</sup> Emergency Medical Transportation program for public emergency medical <sup>8</sup> services entities; now, therefore,".

9 Delete lines 12 through 30 and delete pages 2 through 5 and insert:

10 **"SECTION 1. (1) As used in this section:** 

"(a) 'Emergency medical services' means the services provided by
 an emergency medical services provider to an individual experiencing
 a medical emergency in order to:

"(A) Assess, treat and stabilize the individual's medical condition;
 or

<sup>16</sup> "(B) Prepare and transport the individual to a medical facility.

"(b) 'Emergency medical services provider' means a nonfederal or
 nonpublic entity that:

"(A) Employs individuals who are licensed by the Oregon Health
 Authority under ORS chapter 682 to provide emergency medical ser vices; and

1 "(B) Contracts with a local government pursuant to a plan de-2 scribed in ORS 682.062.

"(c) 'Emergency medical services transport' means an emergency medical services provider's evaluation of an individual experiencing a medical emergency and the transportation of the individual to the nearest medical facility capable of meeting the needs of the individual. "(d) 'Federal financial participation' has the meaning given that

8 term in ORS 413.234.

9 "(e)(A) 'Gross receipts' means gross payments received as patient
 10 care revenue for emergency medical services transports, determined
 11 on a cash basis of accounting.

"(B) 'Gross receipts' does not include Medicaid supplemental re imbursement pursuant to ORS 413.234.

"(f) 'Local government' has the meaning given that term in ORS
174.116.

"(2) The Oregon Health Authority may request approval from the 16 Centers for Medicare and Medicaid Services to administer the program 17 described in this section. Upon receipt of approval, the authority shall: 18 "(a) On July 1 of each year, assess a quality assurance fee on each 19 emergency medical services transport provided by an emergency med-20ical services provider licensed in this state in an amount equal to the 21lesser of the amount permitted by federal law and five percent of the 22projected total gross receipts for the following 12-month period, di-23vided by the projected number of emergency medical services trans-24ports in the same 12-month period. The projections must be based on 25the data reported under paragraph (h) of this subsection. 26

27 "(b) Prescribe the manner and due dates for the assessment and
 28 collection of quality assurance fees under this section.

"(c) Modify or make adjustments to any methodology, fee amount
 or other provision specified in this section to the extent necessary to

meet the requirements of federal law or to ensure federal financial
participation in the costs of emergency medical services transports
reimbursed by the authority.

"(d) Assess interest on quality assurance fees not paid by the date
due at 10 percent per annum, beginning on the day after the date the
payment was due.

"(e) Assess a penalty equal to the interest charged under paragraph
(d) of this subsection for each month for which the payment is more
than 60 days overdue.

"(f) Deduct the amount of any unpaid fee, interest or penalty as-10 sessed under this section from any fee-for-service medical assistance 11 reimbursement owed to the emergency medical services provider until 12 the full amount of the fee, interest or penalty is recovered. The au-13 thority may not make a deduction pursuant to this paragraph until 14 after the authority gives the emergency medical services provider 15written notification. The authority may permit the amount owed to 16 be deducted over a period of time that takes into account the financial 17 condition of the emergency medical services provider. 18

"(g) Establish the reimbursement to be paid to an emergency medical services provider for an emergency medical services transport in an amount that is equal to the federal financial participation received by the authority for the cost of the emergency medical services transport. An emergency medical services provider shall use a portion of the funds to increase wages and benefits for employees. The reimbursement established under this paragraph:

"(A) May not exceed the emergency medical services provider's actual costs for the emergency medical services transport, determined in accordance with standards established by the authority, less the amount of reimbursement that the emergency medical services provider is eligible to receive from all public and private sources. "(B) Shall be paid only from federal financial participation in the
 costs of emergency medical services transports.

"(C) May not be used to supplant existing funding for emergency
medical services transports.

"(D) Shall be required and payable only for periods in which emergency medical services providers are required to pay quality assurance
fees.

8 "(h) Prescribe the form and manner for an emergency medical ser-9 vices provider to report the data necessary to administer this section, 10 including information about the portion of funds that the emergency 11 medical services provider used to increase wages and benefits for em-12 ployees, and may require a certification by each emergency medical 13 services provider under penalty of perjury of the truth of the data re-14 ported under this paragraph.

"(i) Require a medical services provider to report to the authority
 the number of emergency medical services transports it provided in
 each 12-month period, by payer type.

"(j) Require an emergency medical services provider to report to the
 authority its gross receipts for each 12-month period.

"(3) All quality assurance fees and interest collected under this
 section shall be deposited into the Emergency Medical Services Fund
 established in section 2 of this 2021 Act.

"(4) The authority may waive a portion or all of the interest or 23penalties, or both, assessed under subsection (2) of this section if the 24authority determines that the imposition of the full amount of the 25quality assurance fee in accordance with the due dates established 26under subsection (2) of this section is likely to impose an undue fi-27nancial hardship on the emergency medical services provider. The 28waiver must be conditioned on the emergency medical services 29 provider's agreement to pay the quality assurance fees on an alterna-30

HB 2910-1 3/5/21 Proposed Amendments to HB 2910 1 tive schedule developed by the authority.

2 "(5) In the event of a merger, acquisition or similar transaction 3 involving an emergency medical services provider that has outstanding 4 quality assurance fees, interest or penalties due, the successor emer-5 gency medical services provider is responsible for paying to the au-6 thority the full amount of outstanding quality assurance fees, interest 7 and penalties that are due on the effective date of the merger, acqui-8 sition or transaction.

9 "(6) The authority shall modify the method for calculating or pay-10 ing the reimbursement under subsection (2) of this section if the 11 modification is necessary to ensure that the expenditures for emer-12 gency medical services transports qualify for federal financial partic-13 ipation.

"(7) The authority shall administer this section in a manner that
 is consistent with:

16 "(a) ORS 413.234 and 413.235; and

"(b) Federal law, including the terms and conditions of agreements
 with the Centers for Medicare and Medicaid Services.

"(8) An emergency medical services provider shall report the data 19 required by subsection (2)(h) of this section within five days after the 20date upon which the report is due. After sending written notice to an 21emergency medical services provider, the authority may impose a 22penalty of \$100 per day against an emergency medical services provider 23for every day that the report is overdue. Any funds resulting from a 24penalty imposed under this subsection shall be deposited in the Gen-25eral Fund to be available for general governmental purposes. 26

"<u>SECTION 2.</u> (1) The Emergency Medical Services Fund is established in the State Treasury, separate and distinct from the General
Fund. The Emergency Medical Services Fund consists of moneys collected by the Oregon Health Authority under section 1 (3) of this 2021

1 Act. Moneys in the fund are continuously appropriated to the author-2 ity for the purposes of:

3 "(a) Providing grants to innovative ambulance programs;

"(b) Funding the state medical assistance program, including but
not limited to increasing reimbursement rates for emergency medical
services transports; and

7 "(c) Administering section 1 of this 2021 Act.

8 "(2) Interest earned by the fund shall be credited to the fund.

9 "<u>SECTION 3.</u> (1) Section 1 of this 2021 Act is in addition to and not
10 in lieu of the provisions of ORS 413.234 and 413.235.

"(2) The reimbursement established under section 1 of this 2021 Act also applies to the reimbursement of emergency medical services providers, as defined in section 1 of this 2021 Act, by coordinated care organizations, as defined in ORS 414.025, as permitted by the Centers for Medicare and Medicaid Services.

<sup>16</sup> **"SECTION 4.** ORS 413.234 is amended to read:

<sup>17</sup> "413.234. (1) As used in ORS 413.234 and 413.235:

"(a) 'Emergency medical services' means the services provided by emer gency medical services providers to an individual experiencing a medical
 emergency in order to:

21 "(A) Assess, treat and stabilize the individual's medical condition; or

<sup>22</sup> "(B) Prepare and transport the individual by ground to a medical facility.

"(b) 'Emergency medical services provider' or 'provider' means an entitythat[:]

<sup>25</sup> "[(A)] employs individuals who are licensed by the Oregon Health Authority under ORS chapter 682 to provide emergency medical services[;] and "[(B)(i)] **that** is owned or operated by a local government, a state agency or a federally recognized Indian tribe.[; or]

"[(ii) Contracts with a local government pursuant to a plan described in
 ORS 682.062.]

HB 2910-1 3/5/21 Proposed Amendments to HB 2910 "(c) 'Federal financial participation' means the portion of medical assistance expenditures for emergency medical services that are paid or reimbursed by the Centers for Medicare and Medicaid Services in accordance with the state plan for medical assistance.

"(d) 'Local government' has the meaning given that term in ORS 174.116.  $\mathbf{5}$ "(2) Upon request, an emergency medical services provider that has en-6 tered into a provider agreement with the authority or a contract with a 7 **coordinated care organization** is eligible to receive Medicaid supplemental 8 reimbursement from the authority or coordinated care organization for the 9 cost of providing emergency medical services to a medical assistance recipi-10 ent. The Medicaid supplemental reimbursement shall be added to the pay-11 ment by the authority or coordinated care organization for the 12 emergency medical services *[established by the authority in accordance with* 13 ORS 414.065] as permitted by the Centers for Medicare and Medicaid 14 Services. 15

"(3)(a) Except as provided in paragraph (b) of this subsection, the Medicaid supplemental reimbursement paid to an emergency medical services provider shall be equal to the amount of federal financial participation received by the authority for the provider's cost for the emergency medical services.

"(b) The Medicaid supplemental reimbursement paid to a provider under this section may not exceed the provider's actual costs for the emergency medical services, determined in accordance with standards established by the authority, less the amount of reimbursement that the provider is eligible to receive from all **public and private** sources[, *including the payment amount for emergency medical services established by the authority in accordance with ORS 414.065*].

(4) An emergency medical services provider shall make readily available to the authority documentation, data and certifications, as prescribed by the authority, necessary to establish that the emergency medical services expenditures qualify for federal financial participation and to calculate the
 amount of Medicaid supplemental reimbursement that is due.

"(5)(a) Except as provided in paragraph (b) of this subsection, the authority shall modify the method for calculating or paying the Medicaid supplemental reimbursement if modification is necessary to ensure that emergency medical services expenditures qualify for federal financial participation.

8 "(b) This section does not authorize the payment of Medicaid supple-9 mental reimbursement to an emergency medical services provider if the pro-10 vider has not entered into a provider agreement[,] with the authority, or a 11 contract with a coordinated care organization, to serve medical assist-12 ance recipients.

"(c) If the Centers for Medicare and Medicaid Services approves the implementation of this section and later revokes its approval or expresses its intent to revoke or refuse to renew its approval, the authority shall report the fact at the next convening of the interim or regular session committees of the Legislative Assembly related to health care.

"(6) General Fund moneys may not be used to implement this section. As a condition of receiving Medicaid supplemental reimbursement, an emergency medical services provider must enter into and comply with an agreement with the authority to reimburse the authority for the costs of administering this section.

"[(7) This section applies only to emergency medical services providers that
are reimbursed by the authority on a fee-for-service basis.]

25 "<u>SECTION 5.</u> The Oregon Health Authority shall immediately notify 26 the Legislative Counsel if the Centers for Medicare and Medicaid Ser-27 vices approves or disapproves, in whole or in part, a request for ap-28 proval to administer the program described in section 1 of this 2021 29 Act.

30 "SECTION 6. This 2021 Act being necessary for the immediate

HB 2910-1 3/5/21 Proposed Amendments to HB 2910 1 preservation of the public peace, health and safety, an emergency is

2 declared to exist, and this 2021 Act takes effect on its passage.".

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