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SENATE BILL 1152

43RD LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 1997

INTRODUCED BY

MANNY M. ARAGON

AN ACT

RELATING TO PUBLIC EDUCATION; ENACTING A SECTION OF THE PUBLIC ASSISTANCE ACT TO PROVIDE FOR MEDICAID REIMBURSEMENTS TO SCHOOL DISTRICTS PURSUANT TO THE FEDERAL INDIVIDUALS WITH DISABILITIES EDUCATION ACT.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. A new section of the Public Assistance Act is enacted to read:

"[NEW MATERIAL] MEDICAID IN THE SCHOOLS PROGRAM- - HUMAN
SERVICES DEPARTMENT- - PUBLIC SCHOOL DISTRICTS- - POWERS AND
DUTIES- - COVERED SERVICES- - PROCESSING OF CLAIMS. - -

A. School districts may enroll in the medicaid in the schools program to receive federal funds under the medicaid program pursuant to Title 19 of the federal Social Security Act and the federal Individuals with Disabilities Education Act.

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B. In order to maximize receipt of federal funds,
the medical assistance division of the department shall furnish
services and promptly reimburse school districts and recipients
within sixty days of receipt of a claim for reimbursement. No
state regulation or procedure affecting the medicaid in the
schools program shall be more restrictive than those established
by federal law or regulation.

- C. The department may deduct an amount equal to five percent of the total federal reimbursement available from each medicaid claim filed under the program and shall convey the remaining ninety-five percent to the school districts. department shall maintain a mechanized claims processing and information retrieval system for processing reimbursable claims filed under the program.
- D. The following services shall be eligible for reimbursement by the medicaid in the schools program and do not need prior authorization:
- (1) speech, language and hearing service and eval uation;
 - occupational therapy and evaluation; **(2)**
 - physical therapy and evaluation; (3)
 - **(4)** nursing services;
 - psychological, counseling and social work **(5)**
 - **(6)** developmental testing;

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services:

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- (7) Individuals with Disabilities Education Act assessment:
 - (8) case management; and
- (9) transportation for individuals whose medical needs require accommodation for transport in order to receive covered services.
- E. The services described in Subsection D of this section are medically necessary if the service:
 - (1) addresses a medical or mental disability;
- (2) assists the person to benefit from special education; and
- (3) is provided to a student identified in an individualized education program or individual family service plan.
- F. The department shall permit the submission of retroactive claims no later than twelve months from the date of service. The department shall pay claims within thirty days of the date of receipt.
- G. Administrative claims are allowed for reimbursement of costs incurred for persons under twenty-one years of age by school districts acting in compliance with the early and periodic screening, diagnosis and treatment services program pursuant to 42 CFR Part 441 (B). The services include actions by the department or school districts to assure families are informed about the program and are assisted to seek the

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provi ders;

services from health care providers. Health care administrative services include:

- (1) program management;
- (2) training and supervision of service
- (3) directing recipients to preventative services;
- (4) informing eligible recipients under Title 19 of early and periodic screening, diagnosis and treatment services;
- (5) assistance to children and their families in determining their eligibility;
- (6) assuring that screening, diagnosis and treatment are appropriate and timely; and
- (7) assuring that services are of sufficient amount, duration and scope to correct or ameliorate the conditions for which they were determined to be necessary.
- H. The department shall adopt regulations to carry out the provisions of this section pursuant to the federal office of management and budget circular A-87, as amended, and shall include requirements that:
- (1) school districts submit claims quarterly to the department no later than the forty-fifth calendar day after the end of the calendar quarter;
 - (2) the financial data used to calculate the

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claim shall be based on actual expenditure reports including other costs and obtained directly from school districts' financial accounting systems;

- (3) the use by school districts of generally acceptable governmental accounting standards certified by an independent professional service;
- use of a time allocation methodology shall **(4)** be applied to determine the appropriate distribution of time toward the medicaid services during each quarter; and
- a statistically valid, stratified, random sample of the school districts' personnel who directly perform the services shall be selected to participate in the time study for a segment of time during each quarter for representation of all eligible participants."

- 5 -

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FORTY-THIRD LEGISLATURE FIRST SESSION, 1997

Your **FINANCE COMMITTEE**, to whom has been referred

has had it under consideration and reports same with

SENATE BILL 1152

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Mr. President:

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Adopted___

______ Not Adopted_____

Respectfully submitted,

Ben D. Altamirano, Chairman

(Chief Clerk)

recommendation that it **DO PASS**.

(Chief Clerk)

March 15, 1997

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1	Date				
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4	The roll	call vote was <u>7</u> For <u>1</u> Against			
5	Yes:	7			
6	No:	Lyons			
7	Excused:	Aragon, Ingle, McKibben			
8	Absent:	None			
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FORTY-THIRD LEGISLATURE

FIRST	SESSI ON

March 16, 1997

SENATE FLOOR AMENDMENT number _____ to SENATE BILL 1152

Amendment sponsored by Senator Manny M. Aragon

- 1. On page 2, line 25, strike "developmental" and insert in ieu thereof "diagnostic".
 - 2. On page 3, line 9, after "medical" insert "need".
- 3. On page 3, line 17, strike "thirty" and insert in lieu thereof "sixty".

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FORTY-THIRD LEGISLATURE FIRST SESSION

<u>Underscored material = new</u>
[bracketed_material] = delete

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