$u_{\Omega}$	IISE	DT	ГТ

## 50TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2011

INTRODUCED BY

DISCUSSION DRAFT

1

2

3

5

6

7

8 FOR THE LEGISLATIVE HEALTH AND HUMAN SERVICES COMMITTEE

9

10

11

12

13

14 15

16

17

18

19

20

21

22

23

24

25

## AN ACT

RELATING TO HEALTH INSURANCE; AMENDING THE PUBLIC ASSISTANCE ACT TO PROVIDE THAT MEDICAID, STATE CHILDREN'S HEALTH INSURANCE PROGRAM AND STATE COVERAGE INITIATIVE PROGRAM CONTRACTS WITH MANAGED-CARE ORGANIZATIONS INCLUDE SPECIFICATIONS FOR FUNDING MEDICAL HOMES.

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

**SECTION 1.** Section 27-2-12.15 NMSA 1978 (being Laws 2009, Chapter 143, Section 1) is amended to read:

"27-2-12.15. MEDICAID, STATE CHILDREN'S HEALTH INSURANCE PROGRAM AND STATE COVERAGE INITIATIVE PROGRAM MEDICAL HOME WAIVER--RULEMAKING--APPLICATION FOR WAIVER OR STATE PLAN AMENDMENT.--

Subject to the availability of state funds and consistent with the federal Social Security Act, the department .182663.3

shall work with its contractors that administer the state's approved waiver programs to promote and [if practicable] develop a program called the "medical home program". The "medical home" is an integrated care management model that emphasizes primary medical care that is continuous, comprehensive, coordinated, accessible, compassionate and culturally appropriate. Care within the medical home includes primary care, preventive care and care management services and uses quality improvement techniques and information technology for clinical decision support. Components of the medical home model may include:

- (1) assignment of recipients to a primary care provider, clinic or practice that will serve as a medical home;
- (2) promotion of the health commons model of service delivery, whereby the medical home tracks recipients' primary care, specialty, behavioral health, dental health, home care and social services needs as much as practicable;
- (3) health education, health promotion, peer support and other services that may integrate with health care services to promote overall health;
- (4) health risk or functional needs assessments for recipients;
- (5) a method for reporting on the effectiveness of the medical home model and its effect upon recipients' utilization of health care services and the .182663.3

25

.182663.3

1	associated cost of utilization of those services;
2	(6) mechanisms to reduce inappropriate
3	emergency department utilization by recipients;
4	(7) financial incentives for the provision of
5	after-hours primary care;
6	(8) mechanisms that ensure a robust system of
7	care coordination for assessing, planning, coordinating and
8	monitoring recipients with complex, chronic or high-cost health
9	care or social support needs, including attendant care and
10	other services needed to remain in the community;
11	(9) implementation of a comprehensive,
12	community-based initiative to educate recipients about
13	effective use of the health care delivery system, including the
14	use of community health workers or promotoras;
15	(10) strategies to prevent or delay
16	institutionalization of recipients through the effective
17	utilization of home- and community-based support services;
18	(11) a primary care provider for each
19	recipient, who advocates for and provides ongoing support,
20	oversight and guidance to implement an integrated, coherent,
21	cross-disciplinary plan for ongoing health care developed in
22	partnership with the recipient and including all other health
23	care providers furnishing care to the recipient;
24	(12) implementation of evidence-based medicine

and clinical decision support tools to guide decision-making at

.182663.3

1	the point-of-care based upon recipient-specific factors;
2	(13) use of comparative effectiveness to make
3	a cost-benefit analysis of health care practices;
4	(14) use of health information technology,
5	including remote supervision, recipient monitoring and
6	recipient registries, to monitor and track the health status of
7	recipients;
8	(15) development and use of safe and secure
9	health information technology to promote convenient recipient
10	access to personal health information, health services and web
11	sites with tools for patient self-management;
12	(16) implementation of training programs for
13	personnel involved in the coordination of care for recipients;
14	(17) implementation of equitable financial
15	incentive and compensation systems for primary care providers
16	and other staff engaged in care management and the medical home
17	model; and
18	(18) any other components that the secretary
19	determines will improve a recipient's health outcome and that
20	are cost-effective.
21	B. Beginning with fiscal year 2012, the department
22	shall specify in its contracts with each contractor that the
23	contractor allocate funds to establish and maintain a medical
24	home program.
25	[B.] C. For the purposes of this section:

4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24

25

1

2

3

			(	1) "	contra	<u>actor"</u>	mean	ns a	per	son	that	contr	acts
									_				
witl	n the	depa	rtmer	it to	admin	ister	the	sta	te's	cov	erage	prog	rams
		_										-	
for	medi	caid,	the	stat	e chil	dren'	s hea	ı1th	insı	ıran	ce pr	ogram	or
the	stat	e cove	erage	ini	tiativ	e pro	gram;	an	d				

doctor or physician assistant licensed under the Medical Practice Act to practice medicine in New Mexico, an osteopathic physician licensed pursuant to Chapter 61, Article 10 NMSA 1978, an osteopathic physician's assistant licensed pursuant to the Osteopathic Physicians' Assistant Act, a pharmacist clinician licensed or certified to prescribe and administer drugs that are subject to the New Mexico Drug, Device and Cosmetic Act or a certified nurse practitioner as defined in the Nursing Practice Act who provides first contact and continuous care and who has the staff and resources to manage the comprehensive and coordinated health care of each individual under the primary care provider's care."

- 5 -