By: Rose H.B. No. 4158

## A BILL TO BE ENTITLED

_	AN ACT

- 2 relating to reimbursement rates for nursing home services provided
- 3 to Medicaid recipients.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 531.021(e), Government Code, is amended
- 6 to read as follows:
- 7 (e) Notwithstanding any other provision of Chapter 32,
- 8 Human Resources Code, Chapter 533, or this chapter, the commission
- 9 may:
- 10 (1) adjust the fees, charges, and rates paid to
- 11 Medicaid providers as necessary to achieve the objectives of the
- 12 Medicaid program in a manner consistent with the considerations
- 13 described by Subsection (d); and
- 14 (2) adjust the fees, charges, and rates paid for
- 15 nursing home services based on the commission's findings related to
- 16 factors analyzed under Section 32.028(q), Human Resources Code.
- 17 SECTION 2. Section 32.028, Human Resources Code, is amended
- 18 by amending Subsection (n) and adding Subsection (q) to read as
- 19 follows:
- 20 (n) The <u>executive commissioner of the Health and Human</u>
- 21 Services Commission [commission] shall ensure that rules governing
- 22 the determination of rates paid for nursing home services provide
- 23 for the reporting of all revenue received and costs incurred,
- 24 without regard to whether a cost is an allowable cost for

- 1 reimbursement under the medical assistance program, except:
- 2 (1) as provided by Subsection (h); and
- 3 (2) a penalty imposed under this chapter or Chapter
- 4 242, Health and Safety Code.
- 5 (q) The Health and Human Services Commission shall
- 6 periodically conduct an analysis of the base rates paid for nursing
- 7 home services provided under the medical assistance program to
- 8 enable the executive commissioner of the commission to
- 9 appropriately set future rates. In conducting the analysis, the
- 10 commission may consider any factors the commission considers
- 11 relevant, including:
- 12 (1) the costs incurred by nursing homes to provide
- 13 <u>services to recipients of medical assistance;</u>
- 14 (2) the inflation rate;
- 15 (3) rates paid in other states for comparable
- 16 services; and
- 17 (4) incentives offered under Subsection (g) to improve
- 18 quality of care.
- 19 SECTION 3. If before implementing any provision of this Act
- 20 a state agency determines that a waiver or authorization from a
- 21 federal agency is necessary for implementation of that provision,
- 22 the agency affected by the provision shall request the waiver or
- 23 authorization and may delay implementing that provision until the
- 24 waiver or authorization is granted.
- 25 SECTION 4. This Act takes effect September 1, 2009.