TRANSMITTAL SHEET FOR NOTICE OF INTENDED ACTION

Control No: 560 Department or Agency: Alabama Medicaid Agency Rule No: 560-X-41-.01 Rule Title: Psychiatric Facilities for Individuals under age 21 - General New Rule; X Amend; Repeal; Adoption by Reference Would the absence of the proposed rule significantly harm or endanger the public health, welfare, or safety? no Is there a reasonable relationship between the state's police power and the protection of the public health, safety, or welfare? yes Is there another, less restrictive method of regulation available that could adequately protect the public? Does the proposed rule have the effect of directly or indirectly increasing the costs of any goods or services involved and, if so, to what degree? no Is the increase in cost, if any, more harmful to the public than the harm that might result from the absence of the proposed rule? Are all facets of the rulemaking process designed solely for the purpose of, and so they have, as their primary effect, the protection of the public? Does the proposed rule have any economic impact? ______ no If the proposed rule has an economic impact, the proposed rule is required to be accompanied by a fiscal note prepared in accordance with subsection (f) of Section 41-22-23, Code of Alabama 1975. Certification of Authorized Official I certify that the attached proposed rule has been proposed in full compliance with the requirements of Chapter 22, Title 41, Code of Alabama 1975 and that it conforms to all applicable filing requirements of the Administrative Procedure Division of the Legislative Reference Service. Signature of certifying officer: Stephanie Linds FOR APD USE ONLY PUBLISHED IN VOLUME ISSUE NO.

EDITED AND APPROVED BY _____ DOCUMENT NO.

ALABAMA MEDICAID AGENCY

NOTICE OF INTENDED ACTION

RULE NO. & TITLE: 560-X-41-.01 Psychiatric Facilities for Individuals under age 21 - General

INTENDED ACTION: Amend 560-X-41-.01

<u>SUBSTANCE OF PROPOSED ACTION</u>: The above referenced rule is being amended to remove the 16 day inpatient hospital reimbursement limitation in accordance with State Plan Amendment 13-016.

TIME, PLACE, MANNER OF PRESENTING VIEWS: Written or oral comments may be submitted to the Alabama Medicaid Agency, 501 Dexter Avenue, Post Office Box 5624, Montgomery, Alabama 36103-5624. Agency business hours are 8:00 a.m. to 5:00 p.m. Monday through Friday.

FINAL DATE FOR COMMENT AND COMPLETION OF NOTICE: Written/Oral comments concerning this change must be received by the Alabama Medicaid Agency no later than June 4, 2015.

CONTACT PERSON AT AGENCY: Stephanie Lindsay, Administrative Secretary, Alabama Medicaid Agency, 501 Dexter Avenue, Post Office Box 5624, Montgomery, Alabama 36103-5624. Phone: (334) 242-5833.

Stephanie/McGee Azar Acting Commissioner

Rule No. 560-X-41-.01 General

- (1) Inpatient psychiatric services for recipients under age 21 are covered services when provided:
 - (a) Under the direction of a physician,
- (b) By a psychiatric hospital enrolled as a Medicaid provider in accordance with Rule No. 560-X-41-.02; OR
- (c) By a psychiatric residential treatment facility (RTF) which is accredited by the Joint Commission on Accreditation of Healthcare Organizations (JCAHO), the Commission on Accreditation of Rehabilitation Facilities (CARF), the Council on Accreditation of Services for Families and Children (COA), or by other accrediting organization with comparable standards that is recognized by the State;
- (d) Before the recipient reaches age 21 or, if the recipient was receiving services immediately before he/shethe recipient reached age 21, before the earlier of: (1) the date he/shethe recipient no longer requires the services, or (2) the date he/shethe recipient reaches age 22, or (3) the expiration of covered days as limited in (2) below, and
- (e) To a recipient who is admitted to and remains in the facility for the course of the hospitalization; and
- (f) As certified in writing to be necessary in the setting in which it will be provided in accordance with 42 C.F.R. § 441.152.
- (2) Inpatient psychiatric services for recipients under age 21 are unlimited if medically necessary and the admission and/or the continued stay reviews meet the approved psychiatric criteria. These days do not count against the recipient's inpatient day limitation for care provided in an acute care hospital.
- (3) Residential psychiatric treatment services for recipients under age 21 are unlimited if medically necessary and the admission and continued stay reviews meet the approved psychiatric criteria. All treatment plan updates and certifications of need for services shall be performed as specified in Rule 560-X-41-.06.
- (4) Referrals from a recipient's Patient 1st Primary Medical Provider (PMP) are not required for admissions to psychiatric hospitals or residential treatment facilities (RTFs).
- (a) However, hospitals and RTFs should notify the recipient's PMP of the admission within 72 hours by faxing a copy of the recipient's face sheet to the PMP. Fax numbers for all PMPs may be found in the "About Medicaid" section on the Medicaid website, www.medicaid.state.al.us
- (b) Ancillary services provided during the RTF stay may be billed fee-for-service if the recipient has been granted an exemption from the Patient 1st Program.
- (c) Written requests for Patient 1st exemptions should be submitted to Medicaid by the recipient's case worker or the RTF at the time of admission to the residential facility.
- (d) Requests must be submitted on the Patient 1st Medical Exemption Request found on the Medicaid website: medicaid.state.al.us under the Patient 1st tab. The block "Diagnosis/Other Information" should be checked and the statement "Recipient confined in RTF" entered in the appropriate space.
- (e) Written notification shall be provided to Medicaid by the case worker or the RTF at the time of the recipient's discharge or transfer to another facility.

(f) All correspondence regarding Patient 1st should be mailed to:

Alabama Medicaid Agency Attention: Patient 1st Program P.O. Box 5624 Montgomery, AL 36103-5624

- (5) Psychiatric hospitals and RTFs shall comply with all applicable regulations regarding the use of restraint and seclusion as cited in 42 C.F.R., Part 441, Subpart D, and 42 C.F.R., Part 483, Subpart G.
- (6) The specific requirements for psychiatric medical records may be found at 42 C.F.R. § 482.61.
- (7) The specific requirements for psychiatric facility staff may be found at 42 C.F.R. § 482.62.

Author: Solomon Williams, Associate Director, Institutional Services.

Statutory Authority: State Plan, Attachment 3.1-A, pp. 7 and 7.16; 42 C.F.R. Part 441, Subpart D; Part 483, Subpart G; Sections 440.240; 482.61; 482.62.

History: Rule effective October 1, 1988. Amended: November 1, 1988; February 9, 1989; September 13, 1989; August 21, 1991; and November 13, 1991. Amended: Filed September 21, 2001; effective December 14, 2001. Amended: Filed March 21, 2005; effective June 16, 2005. Amended: Filed April 20, 2015.