1	H.189
2	Introduced by Representatives Noyes of Wolcott and Wood of Waterbury
3	Referred to Committee on
4	Date:
5	Subject: Human services; Medicaid; home- and community-based services
6	Statement of purpose of bill as introduced: This bill proposes to require annual
7	inflationary increases to Medicaid reimbursement rates for home- and
8	community-based service providers.
9 10	An act relating to increasing Medicaid rates for home- and community-based service providers
11	It is hereby enacted by the General Assembly of the State of Vermont:
12	Sec. 1. 33 V.S.A. § 900 is amended to read:
13	§ 900. DEFINITIONS
14	Unless otherwise required by the context, the words and phrases in this
15	chapter shall be defined as follows As used in this chapter:
16	* * *
17	(7) "Home- and community-based services" means long-term services
18	and supports received in a home or community setting other than a nursing
19	home pursuant to the Choices for Care component of Vermont's Global
20	Commitment to Health Section 1115 Medicaid demonstration.

1 Sec. 2. 33 V.S.A. § 904 is amended to read:

## 2 § 904. RATE SETTING

- (a) The Director shall establish by rule procedures for determining payment rates for care of State-assisted persons to nursing homes and to such other providers as the Secretary shall direct, as well as for inflationary rate increases to providers of home- and community-based services. The Secretary shall have the authority to establish rates that the Secretary deems sufficient to ensure that the quality standards prescribed by section 7117 of this title are maintained, subject to the provisions of section 906 of this title. Beginning in State fiscal year 2003, the Medicaid budget for care of State-assisted persons in nursing homes shall employ an annual inflation factor which that is reasonable and which that adequately reflects economic conditions, in accordance with the provisions of Section 5.8 of the regulations promulgated rules adopted by the Division of Rate Setting ("Methods, Standards, and Principles for Establishing Medicaid Payment Rates for Long-Term Care Facilities").
- (b) No payment shall be made to any nursing home, on account of any State-assisted person, unless the nursing home is certified to participate in the State/federal medical assistance program and has in effect a provider agreement.

1	Sec. 3. 33 V.S.A. § 911 is added to read:
2	§ 911. INFLATION FACTOR FOR HOME- AND COMMUNITY-BASED
3	<u>SERVICES</u>
4	The rates for providers of home- and community-based services authorized
5	by the Department of Vermont Health Access or the Department of
6	Disabilities, Aging, and Independent Living, or both, to provide home-based,
7	community-based, or home- and community-based services to individuals
8	receiving services pursuant to the Choices for Care component of Vermont's
9	Global Commitment to Health Section 1115 Medicaid demonstration shall be
10	increased by an annual inflation factor. The Division shall calculate the
11	inflation factor for home- and community-based services annually according to
12	the procedure adopted by rule and shall report it to the Departments for
13	application to home- and community-based provider Medicaid reimbursement
14	rates beginning on July 1.
15	Sec. 4. EFFECTIVE DATE
16	This act shall take effect on passage and shall apply to home- and
17	community-based service provider rates beginning on July 1, 2020.