

## General Assembly

## **Amendment**

January Session, 2025

LCO No. 10019



Offered by:

REP. GILCHREST, 18th Dist.

To: Subst. House Bill No. 7191

File No. 413

Cal. No. 274

## "AN ACT CONCERNING MEDICAID RATE INCREASES, PLANNING AND SUSTAINABILITY."

- Strike everything after the enacting clause and substitute the following in lieu thereof:
- 3 "Section 1. (NEW) (Effective July 1, 2025) (a) As used in this section, (1)
- 4 "Medicaid rate study" means the study commissioned by the
- 5 Department of Social Services pursuant to section 1 of public act 23-186,
- 6 (2) "five-state rate benchmark" means the average of rates for the same
- 7 health care services in Maine, Massachusetts, New Jersey, New York
- 8 and Oregon, and (3) "Medicare Economic Index" means a measure of
- 9 inflation for physicians with respect to their practice costs and wage
- 10 levels as calculated by the Centers for Medicare and Medicaid Services.
- 11 (b) Within available appropriations, the Commissioner of Social
- 12 Services shall phase in increases to Medicaid rates for providers and
- 13 health care services in accordance with the Medicaid rate study. The
- 14 commissioner shall phase in the rate increases commencing on July 1,
- 15 2025, such that by June 30, 2030, all such rates equal (1) not less than

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seventy-five per cent of the most recent Medicare rates for the same

- 17 health care services, (2) for such services with no corresponding
- 18 Medicare rates, a percentage of the five-state benchmark that results in
- 19 an equivalent rate increase, or (3) as recommended by the Council on
- 20 Medical Assistance Program Oversight's Medicaid Rates Review
- 21 subcommittee.
- 22 (c) On and after June 30, 2030, the commissioner shall adjust such
- 23 rates every year in accordance with (1) the most recent Medicare rates
- 24 for the same health care services, (2) an equivalent percentage of the
- 25 five-state rate benchmark for such services with no corresponding
- 26 Medicare rates, (3) by the Medicare Economic Index, in the discretion of
- 27 the commissioner, or (4) as recommended by the Council on Medical
- 28 Assistance Program Oversight's Medicaid Rates Review subcommittee.
- 29 (d) In increasing such rates and making such rate adjustments, the
- 30 commissioner shall prioritize adjusting provider rates for pediatric and
- adult health care services to achieve parity between such rates for the
- 32 same health care services.
- 33 (e) Not later than July 1, 2026, the commissioner shall consolidate
- 34 existing fee schedules used for provider or service reimbursement so
- 35 that every provider or service is being reimbursed using the same fee
- 36 schedule. In consolidating existing fee schedules, the commissioner
- 37 shall incorporate, to the extent applicable, the most recent Medicare fee
- 38 schedule for services covered by Medicare as well as Medicaid.
- 39 Sec. 2. (NEW) (Effective July 1, 2025) (a) Not later than November 1,
- 40 2025, the House and Senate chairpersons of the joint standing committee
- 41 of the General Assembly having cognizance of matters relating to
- 42 human services shall appoint a subcommittee of the Council on Medical
- 43 Assistance Program Oversight entitled the "Medicaid Rates Review
- 44 subcommittee". The chairpersons of said joint standing committee shall
- 45 serve as chairpersons of the subcommittee, which shall conduct an
- 46 ongoing systemic review of Medicaid provider rates and service
- 47 reimbursement rates to ensure such rates are adequate to sustain a

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sufficient provider pool to provide Medicaid beneficiaries sufficient access to high-quality care.

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- (b) In consultation with the Commissioner of Social Services and the Secretary of the Office of Policy and Management, the subcommittee shall create a process and schedule for the regular and predictable review of Medicaid rates of reimbursement and the system used by the state to reimburse Medicaid providers for health care services, including, but not limited to, benchmarking such rates to Medicare rates when possible. Not later than November 15, 2026, and annually thereafter, the subcommittee shall present its findings and recommendations to the Council on Medical Assistance Program Oversight on Medicaid rates of reimbursement and access to services by Medicaid beneficiaries.
- 61 (c) Not later than January 1, 2027, and annually thereafter, the 62 chairpersons of the Council on Medical Assistance Program Oversight 63 shall file a report, in accordance with the provisions of section 11-4a of 64 the general statutes, with the joint standing committees of the General 65 Assembly having cognizance of matters relating to appropriations and 66 the budgets of state agencies and human services and the Governor. The 67 report shall incorporate recommendations of the subcommittee and 68 include, but need not be limited to: (1) The identification of any provider 69 shortages and wait times for Medicaid beneficiaries to access services in 70 the state and identification of providers and health care services that 71 should be considered for prioritization of rate increases to avoid or 72 remedy such shortages or service gaps and achieve rate parity, (2) 73 necessary state appropriations to ensure Medicaid providers are 74 compensated for health care services in accordance with section 1 of this 75 act, and (3) recommendations to achieve parity between Medicaid rates 76 of reimbursement for adult and pediatric rates for the same health care 77 services.
- Sec. 3. Subsection (d) of section 17b-28 of the general statutes is repealed and the following is substituted in lieu thereof (*Effective July 1*, 2025):

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(d) [The council shall choose a chairperson from among its members.]

The chairpersons of the council shall be the House and Senate chairpersons of the joint standing committees of the General Assembly having cognizance of matters relating to human services and public health. The Joint Committee on Legislative Management shall provide administrative support to such [chairperson] chairpersons."

This act shall take effect as follows and shall amend the following sections:		
Section 1	July 1, 2025	New section
Sec. 2	July 1, 2025	New section
Sec. 3	July 1, 2025	17b-28(d)