

2021 SPECIAL SESSION I

SENATE SUBSTITUTE

21103686D

SENATE BILL NO. 1307

AMENDMENT IN THE NATURE OF A SUBSTITUTE
(Proposed by the Senate Committee on Education and Health
on January 28, 2021)

(Patron Prior to Substitute—Senator Dunnivant)

A BILL to amend and reenact §§ 32.1-325 and 32.1-326.3 of the Code of Virginia, relating to
Department of Medical Assistance Services; school-based health services; telemedicine.

Be it enacted by the General Assembly of Virginia:

1. That §§ 32.1-325 and 32.1-326.3 of the Code of Virginia are amended and reenacted as follows:

§ 32.1-325. Board to submit plan for medical assistance services to U.S. Secretary of Health and
Human Services pursuant to federal law; administration of plan; contracts with health care
providers.

A. The Board, subject to the approval of the Governor, is authorized to prepare, amend from time to
time, and submit to the U.S. Secretary of Health and Human Services a state plan for medical assistance
services pursuant to Title XIX of the United States Social Security Act and any amendments thereto.
The Board shall include in such plan:

1. A provision for payment of medical assistance on behalf of individuals, up to the age of 21,
placed in foster homes or private institutions by private, nonprofit agencies licensed as child-placing
agencies by the Department of Social Services or placed through state and local subsidized adoptions to
the extent permitted under federal statute;

2. A provision for determining eligibility for benefits for medically needy individuals which
disregards from countable resources an amount not in excess of \$3,500 for the individual and an amount
not in excess of \$3,500 for his spouse when such resources have been set aside to meet the burial
expenses of the individual or his spouse. The amount disregarded shall be reduced by (i) the face value
of life insurance on the life of an individual owned by the individual or his spouse if the cash surrender
value of such policies has been excluded from countable resources and (ii) the amount of any other
revocable or irrevocable trust, contract, or other arrangement specifically designated for the purpose of
meeting the individual's or his spouse's burial expenses;

3. A requirement that, in determining eligibility, a home shall be disregarded. For those medically
needy persons whose eligibility for medical assistance is required by federal law to be dependent on the
budget methodology for Aid to Families with Dependent Children, a home means the house and lot used
as the principal residence and all contiguous property. For all other persons, a home shall mean the
house and lot used as the principal residence, as well as all contiguous property, as long as the value of
the land, exclusive of the lot occupied by the house, does not exceed \$5,000. In any case in which the
definition of home as provided here is more restrictive than that provided in the state plan for medical
assistance services in Virginia as it was in effect on January 1, 1972, then a home means the house and
lot used as the principal residence and all contiguous property essential to the operation of the home
regardless of value;

4. A provision for payment of medical assistance on behalf of individuals up to the age of 21, who
are Medicaid eligible, for medically necessary stays in acute care facilities in excess of 21 days per
admission;

5. A provision for deducting from an institutionalized recipient's income an amount for the
maintenance of the individual's spouse at home;

6. A provision for payment of medical assistance on behalf of pregnant women which provides for
payment for inpatient postpartum treatment in accordance with the medical criteria outlined in the most
current version of or an official update to the "Guidelines for Perinatal Care" prepared by the American
Academy of Pediatrics and the American College of Obstetricians and Gynecologists or the "Standards
for Obstetric-Gynecologic Services" prepared by the American College of Obstetricians and
Gynecologists. Payment shall be made for any postpartum home visit or visits for the mothers and
the children which are within the time periods recommended by the attending physicians in accordance with
and as indicated by such Guidelines or Standards. For the purposes of this subdivision, such Guidelines
or Standards shall include any changes thereto within six months of the publication of such Guidelines
or Standards or any official amendment thereto;

7. A provision for the payment for family planning services on behalf of women who were
Medicaid-eligible for prenatal care and delivery as provided in this section at the time of delivery. Such
family planning services shall begin with delivery and continue for a period of 24 months, if the woman
continues to meet the financial eligibility requirements for a pregnant woman under Medicaid. For the
purposes of this section, family planning services shall not cover payment for abortion services and no
funds shall be used to perform, assist, encourage or make direct referrals for abortions;

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60 8. A provision for payment of medical assistance for high-dose chemotherapy and bone marrow
61 transplants on behalf of individuals over the age of 21 who have been diagnosed with lymphoma, breast
62 cancer, myeloma, or leukemia and have been determined by the treating health care provider to have a
63 performance status sufficient to proceed with such high-dose chemotherapy and bone marrow transplant.
64 Appeals of these cases shall be handled in accordance with the Department's expedited appeals process;

65 9. A provision identifying entities approved by the Board to receive applications and to determine
66 eligibility for medical assistance, which shall include a requirement that such entities (i) obtain accurate
67 contact information, including the best available address and telephone number, from each applicant for
68 medical assistance, to the extent required by federal law and regulations, and (ii) provide each applicant
69 for medical assistance with information about advance directives pursuant to Article 8 (§ 54.1-2981 et
70 seq.) of Chapter 29 of Title 54.1, including information about the purpose and benefits of advance
71 directives and how the applicant may make an advance directive;

72 10. A provision for breast reconstructive surgery following the medically necessary removal of a
73 breast for any medical reason. Breast reductions shall be covered, if prior authorization has been
74 obtained, for all medically necessary indications. Such procedures shall be considered noncosmetic;

75 11. A provision for payment of medical assistance for annual pap smears;

76 12. A provision for payment of medical assistance services for prostheses following the medically
77 necessary complete or partial removal of a breast for any medical reason;

78 13. A provision for payment of medical assistance which provides for payment for 48 hours of
79 inpatient treatment for a patient following a radical or modified radical mastectomy and 24 hours of
80 inpatient care following a total mastectomy or a partial mastectomy with lymph node dissection for
81 treatment of disease or trauma of the breast. Nothing in this subdivision shall be construed as requiring
82 the provision of inpatient coverage where the attending physician in consultation with the patient
83 determines that a shorter period of hospital stay is appropriate;

84 14. A requirement that certificates of medical necessity for durable medical equipment and any
85 supporting verifiable documentation shall be signed, dated, and returned by the physician, physician
86 assistant, or nurse practitioner and in the durable medical equipment provider's possession within 60
87 days from the time the ordered durable medical equipment and supplies are first furnished by the
88 durable medical equipment provider;

89 15. A provision for payment of medical assistance to (i) persons age 50 and over and (ii) persons
90 age 40 and over who are at high risk for prostate cancer, according to the most recent published
91 guidelines of the American Cancer Society, for one PSA test in a 12-month period and digital rectal
92 examinations, all in accordance with American Cancer Society guidelines. For the purpose of this
93 subdivision, "PSA testing" means the analysis of a blood sample to determine the level of prostate
94 specific antigen;

95 16. A provision for payment of medical assistance for low-dose screening mammograms for
96 determining the presence of occult breast cancer. Such coverage shall make available one screening
97 mammogram to persons age 35 through 39, one such mammogram biennially to persons age 40 through
98 49, and one such mammogram annually to persons age 50 and over. The term "mammogram" means an
99 X-ray examination of the breast using equipment dedicated specifically for mammography, including but
100 not limited to the X-ray tube, filter, compression device, screens, film and cassettes, with an average
101 radiation exposure of less than one rad mid-breast, two views of each breast;

102 17. A provision, when in compliance with federal law and regulation and approved by the Centers
103 for Medicare & Medicaid Services (CMS), for payment of medical assistance services delivered to
104 Medicaid-eligible students when such services qualify for reimbursement by the Virginia Medicaid
105 program and may be provided by school divisions, *regardless of whether the student receiving care has*
106 *an individualized education program or whether the health care service is included in a student's*
107 *individualized education program. Such services shall include those covered under the state plan for*
108 *medical assistance services or by the Early and Periodic Screening, Diagnostic, and Treatment (EPSDT)*
109 *benefit as specified in § 1905(r) of the federal Social Security Act, and shall include a provision for*
110 *payment of medical assistance for health care services provided through telemedicine services, as*
111 *defined in § 38.2-3418.16. No health care provider who provides health care services through*
112 *telemedicine shall be required to use proprietary technology or applications in order to be reimbursed*
113 *for providing telemedicine services;*

114 18. A provision for payment of medical assistance services for liver, heart and lung transplantation
115 procedures for individuals over the age of 21 years when (i) there is no effective alternative medical or
116 surgical therapy available with outcomes that are at least comparable; (ii) the transplant procedure and
117 application of the procedure in treatment of the specific condition have been clearly demonstrated to be
118 medically effective and not experimental or investigational; (iii) prior authorization by the Department of
119 Medical Assistance Services has been obtained; (iv) the patient selection criteria of the specific
120 transplant center where the surgery is proposed to be performed have been used by the transplant team
121 or program to determine the appropriateness of the patient for the procedure; (v) current medical therapy

122 has failed and the patient has failed to respond to appropriate therapeutic management; (vi) the patient is
123 not in an irreversible terminal state; and (vii) the transplant is likely to prolong the patient's life and
124 restore a range of physical and social functioning in the activities of daily living;

125 19. A provision for payment of medical assistance for colorectal cancer screening, specifically
126 screening with an annual fecal occult blood test, flexible sigmoidoscopy or colonoscopy, or in
127 appropriate circumstances radiologic imaging, in accordance with the most recently published
128 recommendations established by the American College of Gastroenterology, in consultation with the
129 American Cancer Society, for the ages, family histories, and frequencies referenced in such
130 recommendations;

131 20. A provision for payment of medical assistance for custom ocular prostheses;

132 21. A provision for payment for medical assistance for infant hearing screenings and all necessary
133 audiological examinations provided pursuant to § 32.1-64.1 using any technology approved by the
134 United States Food and Drug Administration, and as recommended by the national Joint Committee on
135 Infant Hearing in its most current position statement addressing early hearing detection and intervention
136 programs. Such provision shall include payment for medical assistance for follow-up audiological
137 examinations as recommended by a physician, physician assistant, nurse practitioner, or audiologist and
138 performed by a licensed audiologist to confirm the existence or absence of hearing loss;

139 22. A provision for payment of medical assistance, pursuant to the Breast and Cervical Cancer
140 Prevention and Treatment Act of 2000 (P.L. 106-354), for certain women with breast or cervical cancer
141 when such women (i) have been screened for breast or cervical cancer under the Centers for Disease
142 Control and Prevention (CDC) Breast and Cervical Cancer Early Detection Program established under
143 Title XV of the Public Health Service Act; (ii) need treatment for breast or cervical cancer, including
144 treatment for a precancerous condition of the breast or cervix; (iii) are not otherwise covered under
145 creditable coverage, as defined in § 2701 (c) of the Public Health Service Act; (iv) are not otherwise
146 eligible for medical assistance services under any mandatory categorically needy eligibility group; and
147 (v) have not attained age 65. This provision shall include an expedited eligibility determination for such
148 women;

149 23. A provision for the coordinated administration, including outreach, enrollment, re-enrollment and
150 services delivery, of medical assistance services provided to medically indigent children pursuant to this
151 chapter, which shall be called Family Access to Medical Insurance Security (FAMIS) Plus and the
152 FAMIS Plan program in § 32.1-351. A single application form shall be used to determine eligibility for
153 both programs;

154 24. A provision, when authorized by and in compliance with federal law, to establish a public-private
155 long-term care partnership program between the Commonwealth of Virginia and private insurance
156 companies that shall be established through the filing of an amendment to the state plan for medical
157 assistance services by the Department of Medical Assistance Services. The purpose of the program shall
158 be to reduce Medicaid costs for long-term care by delaying or eliminating dependence on Medicaid for
159 such services through encouraging the purchase of private long-term care insurance policies that have
160 been designated as qualified state long-term care insurance partnerships and may be used as the first
161 source of benefits for the participant's long-term care. Components of the program, including the
162 treatment of assets for Medicaid eligibility and estate recovery, shall be structured in accordance with
163 federal law and applicable federal guidelines;

164 25. A provision for the payment of medical assistance for otherwise eligible pregnant women during
165 the first five years of lawful residence in the United States, pursuant to § 214 of the Children's Health
166 Insurance Program Reauthorization Act of 2009 (P.L. 111-3); and

167 26. A provision for the payment of medical assistance for medically necessary health care services
168 provided through telemedicine services, as defined in § 38.2-3418.16, regardless of the originating site or
169 whether the patient is accompanied by a health care provider at the time such services are provided. No
170 health care provider who provides health care services through telemedicine services shall be required to
171 use proprietary technology or applications in order to be reimbursed for providing telemedicine services.

172 For the purposes of this subdivision, "originating site" means any location where the patient is
173 located, including any medical care facility or office of a health care provider, the home of the patient,
174 the patient's place of employment, or any public or private primary or secondary school or
175 postsecondary institution of higher education at which the person to whom telemedicine services are
176 provided is located.

177 B. In preparing the plan, the Board shall:

178 1. Work cooperatively with the State Board of Health to ensure that quality patient care is provided
179 and that the health, safety, security, rights and welfare of patients are ensured.

180 2. Initiate such cost containment or other measures as are set forth in the appropriation act.

181 3. Make, adopt, promulgate and enforce such regulations as may be necessary to carry out the
182 provisions of this chapter.

183 4. Examine, before acting on a regulation to be published in the Virginia Register of Regulations
184 pursuant to § 2.2-4007.05, the potential fiscal impact of such regulation on local boards of social
185 services. For regulations with potential fiscal impact, the Board shall share copies of the fiscal impact
186 analysis with local boards of social services prior to submission to the Registrar. The fiscal impact
187 analysis shall include the projected costs/savings to the local boards of social services to implement or
188 comply with such regulation and, where applicable, sources of potential funds to implement or comply
189 with such regulation.

190 5. Incorporate sanctions and remedies for certified nursing facilities established by state law, in
191 accordance with 42 C.F.R. § 488.400 et seq. "Enforcement of Compliance for Long-Term Care Facilities
192 With Deficiencies."

193 6. On and after July 1, 2002, require that a prescription benefit card, health insurance benefit card, or
194 other technology that complies with the requirements set forth in § 38.2-3407.4:2 be issued to each
195 recipient of medical assistance services, and shall upon any changes in the required data elements set
196 forth in subsection A of § 38.2-3407.4:2, either reissue the card or provide recipients such corrective
197 information as may be required to electronically process a prescription claim.

198 C. In order to enable the Commonwealth to continue to receive federal grants or reimbursement for
199 medical assistance or related services, the Board, subject to the approval of the Governor, may adopt,
200 regardless of any other provision of this chapter, such amendments to the state plan for medical
201 assistance services as may be necessary to conform such plan with amendments to the United States
202 Social Security Act or other relevant federal law and their implementing regulations or constructions of
203 these laws and regulations by courts of competent jurisdiction or the United States Secretary of Health
204 and Human Services.

205 In the event conforming amendments to the state plan for medical assistance services are adopted, the
206 Board shall not be required to comply with the requirements of Article 2 (§ 2.2-4006 et seq.) of Chapter
207 40 of Title 2.2. However, the Board shall, pursuant to the requirements of § 2.2-4002, (i) notify the
208 Registrar of Regulations that such amendment is necessary to meet the requirements of federal law or
209 regulations or because of the order of any state or federal court, or (ii) certify to the Governor that the
210 regulations are necessitated by an emergency situation. Any such amendments that are in conflict with
211 the Code of Virginia shall only remain in effect until July 1 following adjournment of the next regular
212 session of the General Assembly unless enacted into law.

213 D. The Director of Medical Assistance Services is authorized to:

214 1. Administer such state plan and receive and expend federal funds therefor in accordance with
215 applicable federal and state laws and regulations; and enter into all contracts necessary or incidental to
216 the performance of the Department's duties and the execution of its powers as provided by law.

217 2. Enter into agreements and contracts with medical care facilities, physicians, dentists and other
218 health care providers where necessary to carry out the provisions of such state plan. Any such agreement
219 or contract shall terminate upon conviction of the provider of a felony. In the event such conviction is
220 reversed upon appeal, the provider may apply to the Director of Medical Assistance Services for a new
221 agreement or contract. Such provider may also apply to the Director for reconsideration of the
222 agreement or contract termination if the conviction is not appealed, or if it is not reversed upon appeal.

223 3. Refuse to enter into or renew an agreement or contract, or elect to terminate an existing agreement
224 or contract, with any provider who has been convicted of or otherwise pled guilty to a felony, or
225 pursuant to Subparts A, B, and C of 42 C.F.R. Part 1002, and upon notice of such action to the provider
226 as required by 42 C.F.R. § 1002.212.

227 4. Refuse to enter into or renew an agreement or contract, or elect to terminate an existing agreement
228 or contract, with a provider who is or has been a principal in a professional or other corporation when
229 such corporation has been convicted of or otherwise pled guilty to any violation of § 32.1-314, 32.1-315,
230 32.1-316, or 32.1-317, or any other felony or has been excluded from participation in any federal
231 program pursuant to 42 C.F.R. Part 1002.

232 5. Terminate or suspend a provider agreement with a home care organization pursuant to subsection
233 E of § 32.1-162.13.

234 For the purposes of this subsection, "provider" may refer to an individual or an entity.

235 E. In any case in which a Medicaid agreement or contract is terminated or denied to a provider
236 pursuant to subsection D, the provider shall be entitled to appeal the decision pursuant to 42 C.F.R.
237 § 1002.213 and to a post-determination or post-denial hearing in accordance with the Administrative
238 Process Act (§ 2.2-4000 et seq.). All such requests shall be in writing and be received within 15 days of
239 the date of receipt of the notice.

240 The Director may consider aggravating and mitigating factors including the nature and extent of any
241 adverse impact the agreement or contract denial or termination may have on the medical care provided
242 to Virginia Medicaid recipients. In cases in which an agreement or contract is terminated pursuant to
243 subsection D, the Director may determine the period of exclusion and may consider aggravating and
244 mitigating factors to lengthen or shorten the period of exclusion, and may reinstate the provider pursuant

245 to 42 C.F.R. § 1002.215.

246 F. When the services provided for by such plan are services which a marriage and family therapist,
247 clinical psychologist, clinical social worker, professional counselor, or clinical nurse specialist is licensed
248 to render in Virginia, the Director shall contract with any duly licensed marriage and family therapist,
249 duly licensed clinical psychologist, licensed clinical social worker, licensed professional counselor or
250 licensed clinical nurse specialist who makes application to be a provider of such services, and thereafter
251 shall pay for covered services as provided in the state plan. The Board shall promulgate regulations
252 which reimburse licensed marriage and family therapists, licensed clinical psychologists, licensed clinical
253 social workers, licensed professional counselors and licensed clinical nurse specialists at rates based
254 upon reasonable criteria, including the professional credentials required for licensure.

255 G. The Board shall prepare and submit to the Secretary of the United States Department of Health
256 and Human Services such amendments to the state plan for medical assistance services as may be
257 permitted by federal law to establish a program of family assistance whereby children over the age of 18
258 years shall make reasonable contributions, as determined by regulations of the Board, toward the cost of
259 providing medical assistance under the plan to their parents.

260 H. The Department of Medical Assistance Services shall:

261 1. Include in its provider networks and all of its health maintenance organization contracts a
262 provision for the payment of medical assistance on behalf of individuals up to the age of 21 who have
263 special needs and who are Medicaid eligible, including individuals who have been victims of child abuse
264 and neglect, for medically necessary assessment and treatment services, when such services are delivered
265 by a provider which specializes solely in the diagnosis and treatment of child abuse and neglect, or a
266 provider with comparable expertise, as determined by the Director.

267 2. Amend the Medallion II waiver and its implementing regulations to develop and implement an
268 exception, with procedural requirements, to mandatory enrollment for certain children between birth and
269 age three certified by the Department of Behavioral Health and Developmental Services as eligible for
270 services pursuant to Part C of the Individuals with Disabilities Education Act (20 U.S.C. § 1471 et seq.).

271 3. Utilize, to the extent practicable, electronic funds transfer technology for reimbursement to
272 contractors and enrolled providers for the provision of health care services under Medicaid and the
273 Family Access to Medical Insurance Security Plan established under § 32.1-351.

274 4. Require any managed care organization with which the Department enters into an agreement for
275 the provision of medical assistance services to include in any contract between the managed care
276 organization and a pharmacy benefits manager provisions prohibiting the pharmacy benefits manager or
277 a representative of the pharmacy benefits manager from conducting spread pricing with regards to the
278 managed care organization's managed care plans. For the purposes of this subdivision:

279 "Pharmacy benefits management" means the administration or management of prescription drug
280 benefits provided by a managed care organization for the benefit of covered individuals.

281 "Pharmacy benefits manager" means a person that performs pharmacy benefits management.

282 "Spread pricing" means the model of prescription drug pricing in which the pharmacy benefits
283 manager charges a managed care plan a contracted price for prescription drugs, and the contracted price
284 for the prescription drugs differs from the amount the pharmacy benefits manager directly or indirectly
285 pays the pharmacist or pharmacy for pharmacist services.

286 I. The Director is authorized to negotiate and enter into agreements for services rendered to eligible
287 recipients with special needs. The Board shall promulgate regulations regarding these special needs
288 patients, to include persons with AIDS, ventilator-dependent patients, and other recipients with special
289 needs as defined by the Board.

290 J. Except as provided in subdivision A 1 of § 2.2-4345, the provisions of the Virginia Public
291 Procurement Act (§ 2.2-4300 et seq.) shall not apply to the activities of the Director authorized by
292 subsection I of this section. Agreements made pursuant to this subsection shall comply with federal law
293 and regulation.

294 **§ 32.1-326.3. Special education health services; memorandum of agreement between the**
295 **Department of Education and the Department of Medical Assistance Services.**

296 A. The Department of Medical Assistance Services, in cooperation with the Department of Education,
297 shall, consistent with the biennium budget cycle, examine and revise, as necessary, the regulations
298 relating to the funding and components of special education services.

299 Any revisions shall be designed to maximize access to health care for poor children who are eligible
300 for medical assistance services ~~and are disabled and have been identified as eligible for special~~
301 ~~education~~, and to assist school divisions in the funding of medically necessary related services by
302 making use of every possible, cost-effective means, Medicaid reimbursement or other program
303 administered by the Department of Medical Assistance Services, including, but not limited to, the State
304 Children's Health Insurance Plan pursuant to Title XXI of the United States Social Security Act, as
305 approved by the federal Health Care Financing Administration at the time. Any revisions shall be based

306 on the flexibility allowed to the states and be focused on avoiding large costs for acute or medical care
307 and increasing children's access to health care, and shall include, but need not be limited to:

308 1. Rates for services which shall clearly identify that only the federal share shall be reimbursed for
309 the special education health services and shall demonstrate that local governments are funding the state
310 match for the special education health services provided by school divisions.

311 2. The benefits and drawbacks of allowing school divisions to provide services as Medicaid providers
312 to disabled students.

313 3. The appropriate credentials of the providers of care, in compliance with federal requirements and
314 with the approval of the Health Care Financing Administration, for special education health services;
315 e.g., licensure by the Board of Education and licensure by the appropriate health regulatory board within
316 the Department of Health Professions.

317 4. Delivery of medically necessary related services for ~~special education~~ students who are eligible for
318 medical assistance services.

319 The services shall be limited to those services which are ~~required by the student's Individualized~~
320 ~~Education Plan (IEP)~~, shall be covered under the then-current state plan for medical assistance services,
321 and may be provided, consistent with federal law and as approved by the Health Care Financing
322 Administration, by a school division participating as a ~~special education~~ health services provider. Such
323 services shall include, but need not be limited to, speech therapy, including such services when delivered
324 by school speech-language pathologists licensed by the Board of Audiology and Speech-Language
325 Pathology or those individuals who are directly supervised, at least twenty-five percent of the time, by
326 such licensed speech-language pathologists; physical therapy; occupational therapy; psychiatric and
327 psychological evaluations and therapy, including such services when delivered by school
328 psychologists-limited licensed by the Board of Psychology; transportation between the student's home,
329 the school or other site where health-related services are to be provided on those days when the student
330 is scheduled to receive such services at the school or such other site; and skilled nursing services, such
331 as health assessments, screening activities, nursing appraisals, nursing assessments, nursing procedures,
332 medication assessment, medication monitoring, and medication administration.

333 5. The role of the Medallion, Medallion II, Options or other managed care programs in regard to the
334 special education health services and coordination with school divisions regarding any required referrals.

335 B. Any funds necessary to support revisions to the special education health services shall be included
336 in the budget estimates for the departments, as appropriate.

337 C. The Director of the Department of Medical Assistance Services or his designee and the
338 Superintendent of Public Instruction or his designee shall develop and execute a memorandum of
339 agreement relating to special education health services. This memorandum of agreement shall be revised
340 on a periodic basis; however, the agreement shall, at a minimum, be revised and executed within six
341 months of the inauguration of a new governor in order to maintain policy integrity.

342 D. The agreement shall include, but need not be limited to, (i) requirements for regular and
343 consistent communications and consultations between the two departments and with school division
344 personnel and officials and school board representatives; (ii) a specific and concise description and
345 history of the federal Individuals with Disabilities Education Act (IDEA), a summary of school division
346 responsibilities pursuant to the Individuals with Disabilities Education Act, and a summary of any
347 corresponding state law which influences the scope of these responsibilities; (iii) a specific and concise
348 summary of the then-current Department of Medical Assistance Services regulations regarding the
349 special education health services; (iv) assignment of the specific responsibilities of the two state
350 departments for the operation of special education health services; (v) a schedule of issues to be
351 resolved through the regular and consistent communications process, including, but not limited to, ways
352 to integrate and coordinate care between the Department of Medical Assistance Services' managed care
353 providers and special education health services providers; (vi) a process for the evaluation of the
354 services which may be delivered by school divisions participating as special education health services
355 providers pursuant to Medicaid; (vii) a plan and schedule to reduce the administrative and paperwork
356 burden of Medicaid participation on school divisions in Virginia; and (viii) a mechanism for informing
357 primary care providers and other case management providers of those school divisions that are
358 participating as Medicaid providers and for identifying such school divisions as Medicaid providers that
359 are available to receive referrals to provide special education health services.

360 E. The Board of Medical Assistance Services shall cooperate with the Board of Education in
361 developing a form to be included with the Individualized Education Plan (IEP) that shall be accepted by
362 the Department of Medical Assistance Services as the plan of care (POC) and in collecting the data
363 necessary to establish separate and specific Medicaid rates for the IEP meetings and other services
364 delivered by school divisions to students.

365 The POC form shall (i) be consistent with the plan of care required by the Department of Medical
366 Assistance Services of other Medicaid providers, (ii) allow for written updates, (iii) be used by all
367 school divisions participating as Medicaid providers of special education health services, (iv) document

368 the student's progress, and (v) be integrated and coordinated with the Department of Medical Assistance
369 Services' managed care providers.

370 F. The Department of Medical Assistance Services shall consult with the Department of Education in
371 preparing a consent form which (i) is separate from the IEP, (ii) includes a statement noting that such
372 form is not part of the student's IEP, (iii) includes a release to authorize billing of school-based health
373 services delivered to the relevant student by the school division, and (iv) shall be used by all school
374 divisions participating in Medicaid reimbursement. This consent form shall be made available to the
375 parents upon conclusion of the IEP meeting. The release shall allow for billing of school-based health
376 services by Virginia school divisions to the Virginia Medicaid program and other programs operated by
377 the Department of Medical Assistance Services.

378 G. The Department of Medical Assistance Services and the Department of Education shall also
379 develop a cost-effective, efficient, and appropriate process to allow school divisions access to eligibility
380 data for students for whom consent has been obtained.

381 H. The Board of Medical Assistance Services shall, when in compliance with federal law and
382 regulation and approved by the Health Care Financing Administration, also (i) include, in its regulations
383 which provide for reimbursement of school divisions participating in Medicaid as special education
384 health services providers, a provision for reimbursement of mental health services delivered by licensed
385 school psychologists-limited and a provision for reimbursement for services rendered to
386 Medicaid-eligible students of speech-language pathology services delivered by school speech-language
387 pathologists or those individuals who are directly supervised, at least twenty-five percent of the time, by
388 such licensed speech-language pathologists; (ii) revise the limitations, established pursuant to relevant
389 regulations and Virginia's state plan for medical assistance services, on services delivered by school
390 divisions participating in Medicaid as special education health services providers, in effect on January 1,
391 1999, for physical therapy, occupational therapy, and speech, hearing, and language disorders when such
392 services are rendered to children who are eligible for special education services and have IEPs requiring
393 such services; (iii) cooperate with the Board of Education in developing a form to be included with the
394 IEP that shall be accepted by the Department of Medical Assistance Services as the plan of care when
395 signed by a physician or, when under such physician's supervision, his designee; (iv) cooperate with the
396 Board of Education in collecting the data necessary to establish separate and specific rates for the IEP
397 services delivered by school divisions to students with disabilities who are eligible for special education
398 and for medical assistance services; and (v) analyze the data necessary for such rates and establish new
399 rates for reimbursement of IEP meetings based on such data.

400 I. Services delivered by school divisions as participating providers in the Medicaid program or any
401 other program operated by the Department of Medical Assistance Services shall not include any family
402 planning, pregnancy or abortion services.

403 **2. That the Department of Medical Assistance Services shall provide technical assistance to the**
404 **Department of Education and local school divisions to facilitate their understanding of and**
405 **compliance with federal ordering, referring, and prescribing (ORP) provider screening and**
406 **enrollment requirements.**