

**LEGISLATIVE SERVICES AGENCY
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FISCAL IMPACT STATEMENT

LS 7300

BILL NUMBER: HB 1462

NOTE PREPARED: Mar 9, 2023

BILL AMENDED: Mar 9, 2023

SUBJECT: Health Matters.

FIRST AUTHOR: Rep. Vermilion

FIRST SPONSOR: Sen. Crider

BILL STATUS: CR Adopted - 2nd House

FUNDS AFFECTED: GENERAL
 DEDICATED
 FEDERAL

IMPACT: State & Local

Summary of Legislation: (Amended) *Office-Based Opioid Treatment:* This bill amends the requirements for a physician to provide office-based opioid treatment.

Substance Use Disorder Treatment Plan (plan): It requires an emergency department to annually submit to the Indiana Department of Health (IDOH) a plan to initiate interventions with patients who have a substance use related emergency department visit. It requires the plan to provide an overall analysis and evaluation of the emergency department's ability to implement specified provisions.

Medically Necessary: It provides that the services provided to a patient under a plan provided to the IDOH are considered to be medically necessary and reimbursable. It also provides that the Office of the Secretary of Family and Social Services (FSSA) shall require managed care organizations to consider services provided to an individual under a plan as medically necessary in both an inpatient facility of a hospital and an emergency department.

Maternal Mortality Review: It removes the expiration of the laws concerning maternal mortality review.

Hospice: The bill provides that a practitioner is not required to obtain information about a patient from the Indiana Scheduled Prescription Electronic Collection and Tracking program (INSPECT) data base or through the patient's integrated health record before prescribing certain medications if the patient is enrolled in a hospice program.

Effective Date: July 1, 2023.

Explanation of State Expenditures: (Revised) The bill will have indeterminate, potentially increased costs for the Medicaid program for substance use disorder treatments. Hospitals providing analysis and evaluation of their ability to implement various interventions to the IDOH may have some additional procedures deemed medically necessary that may have otherwise been denied. Managed Care Organizations (MCOs) are reimbursed on a per member per month rate and changes in reimbursement for services that may now be deemed medically necessary and reimbursable under the bill will take effect after a new contracted rate is negotiated between the FSSA and MCOs.

The bill also removes the expiration date of June 30, 2027 for the Statewide Maternal Mortality Review Committee and the Statewide Maternal Mortality Review Coordinator under the Indiana Department of Health (IDOH). This will impact future expenses for the IDOH.

The bill may also slightly increase the workload of the IDOH to receive the plans. *[IDOH administrative expenses are funded through the Tobacco Master Settlement Fund, a dedicated fund.]*

Explanation of State Revenues:

Explanation of Local Expenditures: (Revised) Locally owned emergency rooms will have an increased workload to analyze and evaluate their ability to implement substance use disorder treatment plans and file the plans with the IDOH.

Explanation of Local Revenues: Locally owned emergency rooms may have more Medicaid reimbursement for substance use disorder treatments that are considered medically necessary under the bill.

State Agencies Affected: Family and Social Services, Medicaid, Indiana Department of Health.

Local Agencies Affected: Locally owned emergency rooms.

Information Sources:

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