Sixty-fifth Legislative Assembly of North Dakota

## **SENATE BILL NO. 2187**

Introduced by

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Senators J. Lee, Krebsbach, Luick, Heckaman

Representatives Kreidt, Holman

- 1 A BILL for an Act to amend and reenact section 50-06-37 of the North Dakota Century Code,
- 2 relating to developmental disability reimbursements; and to provide a contingent effective date.

## 3 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:

- 4 **SECTION 1. AMENDMENT.** Section 50-06-37 of the North Dakota Century Code is amended and reenacted as follows:
- 6 50-06-37. Developmental disabilities system reimbursement project.
- The department of human services, in conjunction with developmental disabilities service providers, shall develop a prospective or related payment system with an independent rate model utilizing the support intensity scale.
  - The department shall establish a steering committee consisting of representatives
    from all interested providers and department representatives. The steering committee
    shall guide the development of the new payment system including assisting a
    consultant to conceptualize, develop, design, implement, and evaluate a new payment
    system.
  - 2. The department shall contract with a consultant by September 1, 2011, to develop, in collaboration with the steering committee, the payment system and the resource allocation model tying funding to support intensity scale assessed needs of clients aged sixteen and older and to a state-approved assessment that assesses needs of clients younger than sixteen years of age.
- After the prospective or related payment system rates are developed, the new rates
   must be tested on a sampling of clients and providers, the sample to be determined by
   the steering committee, allowing sufficient time to capture provider cost, client realized
   need, and service provision data. The consultant shall provide the appropriate

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services approved section 1 of this Act.

1 sampling number to sufficiently test the rates, types of services, and needs of clients 2 with the intent to include as many providers as fiscally feasible. 3 The department shall contract with a team of support intensity scale assessors by-4 September 1, 2011. The team shall begin assessing immediately the identified client 5 pilot group identified by the consultant contracted in subsection 2. 6 Once testing is complete, the data must be analyzed by the consultant and the 7 consultant shall make any needed rate adjustments, resource allocation modifications, 8 or process assumptions. 9 Beginning in June 2012, the department and the steering committee shall report 10 development activities and status information to an interim legislative committee. 11 <del>7.</del> Implementation of any system developed under this chapter may not occur before the 12 implementation of the department's new medicaid management information 13 systemThe department shall implement the new rate setting system formulated as a 14 result of the work effort of the steering committee established under this section. 15 SECTION 2. CONTINGENT EFFECTIVE DATE. This Act becomes effective on the latter of 16 August 1, 2017, or the date the executive director of the department of human services certifies

to the secretary of state and the legislative council that the centers for medicare and medicaid