# Wisconsin Legislative Council

# **AMENDMENT MEMO**

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2019 Assembly Bill 648

Assembly Amendment 1 and Assembly Amendment 2 to Assembly Amendment 1

### **2019 ASSEMBLY BILL 648**

2019 Assembly Bill 648 makes two changes related to the state Medical Assistance (MA) program. First, the bill makes acupuncture provided by a certified acupuncturist a reimbursable benefit under the MA program, subject to any necessary federal approval. This part of the bill is not affected by the amendments.

Second, the bill increases the Joint Committee on Finance's (JCF) supplemental general program revenue (GPR) appropriation by \$500,000 in fiscal year 2019-20 and \$500,000 in fiscal year 2020-21 for the purpose of increasing reimbursement rates for physical health services under the MA program. The term "physical health services" is defined to mean nonpharmalogical interventions used for the treatment or mitigation of pain, including chiropractic methods and physical therapy. To obtain the supplemental funds, the Department of Health Services (DHS) must submit a proposal to JCF and, if JCF approves the proposal, JCF may release the supplemental funds without finding that an emergency exists.<sup>1</sup>

# **ASSEMBLY AMENDMENT 1, AS AMENDED**

Assembly Amendment 1 ("the amendment"), as amended by Assembly Amendment 2 to Assembly Amendment 1 ("the amendment to the amendment"), modifies the second part of the bill relating to increased reimbursement rates for physical health services, as follows.

## **Amount Appropriated**

Under **the amendment**, JCF's supplemental GPR appropriation is increased by \$1,000,000 in fiscal year 2019-20 and \$1,000,000 in fiscal year 2020-21 for the purpose of increasing reimbursement rates for physical health services under the MA program.

Under **the amendment to the amendment**, the appropriation for fiscal year 2019-20 is deleted, and JCF's supplemental GPR appropriation is increased by \$1,000,000 in fiscal year 2020-21 for the purpose of increasing reimbursement rates for physical health services under the MA program.

<sup>&</sup>lt;sup>1</sup> Ty pically, JCF may supplement an agency's appropriation from its supplemental fund if the agency's funding is insufficient because of unforeseen emergencies or is insufficient to accomplish the purpose for which it was made, and JCF finds that: (1) an emergency exists; (2) no funds are available for such purposes; and (3) the purposes for which a supplemental appropriation is requested have been authorized or directed by the Legislature. [s. 13.101(3)(a), Stats.]

### **Definition of Physical Health Services**

**The amendment** deletes the bill's definition of physical health services and instead specifies that the supplemental funds are to be allocated in each fiscal year as follows: (1) \$300,000 for acupuncture services; (2) \$350,000 for physical therapy; and (3) \$350,000 for chiropractic services. This provision is the same in **the amendment to the amendment**.

### **DHS's Request for Funding**

Similar to the bill, **the amendment** requires that DHS submit a proposal to JCF in order to obtain the supplemental funds and authorizes JCF to release the funds without finding that an emergency exists. The amendment also adds the following requirements, which apply to DHS's proposal:

- DHS must consult with acupuncturists in developing a proposal for acupuncture services and must consult with physical therapists in developing a proposal for physical therapy.
- With regard to a proposal to increase reimbursement rates for chiropractic services, DHS must first
  propose that chiropractic providers be reimbursed at the same rates as physicians for radiology and
  office visit services, under current procedural technology codes. If additional funding remains after
  that increase, DHS may also propose an increase in reimbursements for spinal manipulation
  performed by chiropractic providers.

**The amendment to the amendment** deletes the requirement in the second bullet point, above, and adds a requirement that DHS may only propose to provide reimbursement for acupuncture services, which relate to treatment for pain or substance abuse.

## **BILL HISTORY**

Representative Nygren introduced Assembly Amendment 1 on January 9, 2020. On January 15, 2020, the Assembly Committee on Health recommended adoption of the amendment on a vote of Ayes, 11; Noes, 4. The committee then unanimously recommended passage of the bill, as amended. On January 16, 2020, JCF introduced Assembly Amendment 2 to Assembly Amendment 1 and recommended adoption of the amendment to the amendment on a vote of Ayes, 10; Noes, 4.

AB:ksm