

Ohio Legislative Service Commission

Office of Research and Drafting Legislative Budget Office

H.B. 136 134th General Assembly **Final Analysis**

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Primary Sponsor: Rep. Lipps Effective date: June 13, 2022

Jason Hoskins, Attorney

SUMMARY

- Expands the Medicaid program's coverage of chiropractic services to include evaluation and management services provided by a licensed chiropractor.
- Permits the Medicaid Director to adopt rules to cover other services provided by a chiropractor.
- Prohibits the Medicaid program from imposing a prior authorization requirement on the covered services or making the coverage contingent upon receiving a referral, prescription, or treatment from another licensed health professional.
- Requires the Medicaid program to pay a chiropractor the same amount for a service that it pays another licensed health professional authorized to provide the service.

DETAILED ANALYSIS

Medicaid coverage of chiropractic services

The act requires the Medicaid program to cover evaluation and management services provided by a chiropractor licensed under Ohio law. It permits a chiropractor to provide those services in any location, including a hospital or nursing facility. It also permits the Medicaid Director to adopt rules, in accordance with the Administrative Procedure Act (R.C. Chapter 119), to cover other services provided by a chiropractor under Medicaid.¹

The practice of chiropractic, performed by a licensed chiropractor, refers to using the relationship between the musculo-skeletal structures of the body, the spinal column, and the nervous system in the restoration and maintenance of health, including vertebral adjustment

¹ R.C. 5164.061(B)(1) and (2).

and manipulation of the joints and adjacent tissues of the body.² Administrative rules previously adopted by the Department of Medicaid limited Medicaid coverage of chiropractic services to spinal manipulation for the correction of a misalignment of the vertebrae, consistent with federal law governing the Medicaid program (see "**Federal Medicaid limitations on chiropractic coverage**").³

The act prohibits the Medicaid program from imposing any prior authorization requirements on covered chiropractic services. A prior authorization requirement is any practice under which a Medicaid recipient must first obtain approval from the Department before receiving chiropractic services. The act also prohibits the Medicaid program from making coverage of chiropractic services contingent upon the recipient first receiving a referral, prescription, or treatment from another licensed health professional.⁴

If a service provided by a chiropractor can also be provided by another licensed health professional, the act requires the Medicaid program to reimburse the chiropractor the same amount it would reimburse another licensed health professional for the service provided.⁵

The act applies to both fee-for-service and Medicaid managed care.⁶

Federal Medicaid limitations on chiropractic coverage

Under the Medicaid program, the state Medicaid agency pays the provider based upon the state's Medicaid rate for the particular service. The federal government pays the state a portion of that payment (known as federal financial participation (FFP)). Federal law limits coverage for chiropractic services to treatment by means of spinal manipulation.⁷ This means that the chiropractic services that the act requires the Medicaid program to cover are not eligible for FFP absent a waiver from the U.S. Centers for Medicare and Medicaid Services.

In general, continuing Ohio law prohibits a component of the Medicaid program from being implemented without (1) federal approval if the component requires federal approval, (2) sufficient FFP for the component, and (3) sufficient nonfederal funds for the component that qualify as funds needed to obtain the FFP. The act exempts the chiropractic services that it requires the Medicaid program to cover from these limitations and requires the Medicaid program to cover services in the absence of sufficient FFP.⁸

LSC

² R.C. 4734.01, not in the act.

³ Ohio Administrative Code 5160-8-11(C)(1).

⁴ R.C. 5164.061(B)(3).

⁵ R.C. 5164.061(C).

⁶ R.C. 5167.15.

⁷ 42 Code of Federal Regulations 440.60.

⁸ R.C. 5162.06.

HISTORY	
Action	Date
Introduced	02-18-21
Reported, H. Health	03-16-21
Passed House (91-3)	05-12-21
Reported, S. Health	01-26-22
Passed Senate (33-0)	03-02-22

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