

1.1 Senator ..... moves to amend the delete-everything amendment (SCS4699A-2)  
1.2 to S.F. No. 4699 as follows:

1.3 Page 240, after line 8, insert:

1.4 "Section 1. Minnesota Statutes 2022, section 245.462, subdivision 6, is amended to read:

1.5 Subd. 6. **Community support services program.** "Community support services program"  
1.6 means services, other than inpatient or residential treatment services, provided or coordinated  
1.7 by an identified program and staff under the treatment supervision of a mental health  
1.8 professional designed to help adults with serious and persistent mental illness to function  
1.9 and remain in the community. A community support services program includes:

1.10 (1) client outreach,

1.11 (2) medication monitoring,

1.12 (3) assistance in independent living skills,

1.13 (4) development of employability and work-related opportunities,

1.14 (5) crisis assistance,

1.15 (6) psychosocial rehabilitation,

1.16 (7) help in applying for government benefits, and

1.17 (8) housing support services.

1.18 The community support services program must be coordinated with the case management  
1.19 services specified in section 245.4711. A program that meets the accreditation standards  
1.20 for Clubhouse International model programs meets the requirements of this subdivision.

1.21 Sec. 2. Minnesota Statutes 2022, section 245.4663, subdivision 2, is amended to read:

1.22 Subd. 2. **Eligible providers.** In order to be eligible for a grant under this section, a mental  
1.23 health provider must:

1.24 (1) provide at least 25 percent of the provider's yearly patient encounters to state public  
1.25 program enrollees or patients receiving sliding fee schedule discounts through a formal  
1.26 sliding fee schedule meeting the standards established by the United States Department of  
1.27 Health and Human Services under Code of Federal Regulations, title 42, section 51c.303;  
1.28 ~~or~~

1.29 (2) primarily serve underrepresented communities as defined in section 148E.010,  
1.30 subdivision 20; or

(3) provide services to people in a city or township that is not within the seven-county metropolitan area as defined in section 473.121, subdivision 2, and is not the city of Duluth, Mankato, Moorhead, Rochester, or St. Cloud."

Page 242, after line 5, insert:

"Sec. 4. Minnesota Statutes 2022, section 245I.02, subdivision 17, is amended to read:

Subd. 17. **Functional assessment.** "Functional assessment" means the assessment of a client's current level of functioning relative to functioning that is appropriate for someone the client's age. ~~For a client five years of age or younger, a functional assessment is the Early Childhood Service Intensity Instrument (ESCH). For a client six to 17 years of age, a functional assessment is the Child and Adolescent Service Intensity Instrument (CASH). For a client 18 years of age or older, a functional assessment is the functional assessment described in section 245I.10, subdivision 9.~~

Sec. 5. Minnesota Statutes 2022, section 245I.02, subdivision 19, is amended to read:

Subd. 19. **Level of care assessment.** "Level of care assessment" means the level of care decision support tool appropriate to the client's age. ~~For a client five years of age or younger, a level of care assessment is the Early Childhood Service Intensity Instrument (ESCH). For a client six to 17 years of age, a level of care assessment is the Child and Adolescent Service Intensity Instrument (CASH). For a client 18 years of age or older, a level of care assessment is the Level of Care Utilization System for Psychiatric and Addiction Services (LOCUS) or another tool authorized by the commissioner.~~

Sec. 6. Minnesota Statutes 2022, section 245I.10, subdivision 9, is amended to read:

Subd. 9. **Functional assessment; required elements.** (a) When a license holder is completing a functional assessment for an adult client, the license holder must:

(1) complete a functional assessment of the client after completing the client's diagnostic assessment;

(2) use a collaborative process that allows the client and the client's family and other natural supports, the client's referral sources, and the client's providers to provide information about how the client's symptoms of mental illness impact the client's functioning;

(3) if applicable, document the reasons that the license holder did not contact the client's family and other natural supports;

(4) assess and document how the client's symptoms of mental illness impact the client's functioning in the following areas:

- (i) the client's mental health symptoms;
- (ii) the client's mental health service needs;
- (iii) the client's substance use;
- (iv) the client's vocational and educational functioning;
- (v) the client's social functioning, including the use of leisure time;
- (vi) the client's interpersonal functioning, including relationships with the client's family and other natural supports;
- (vii) the client's ability to provide self-care and live independently;
- (viii) the client's medical and dental health;
- (ix) the client's financial assistance needs; and
- (x) the client's housing and transportation needs;

~~(5) include a narrative summarizing the client's strengths, resources, and all areas of functional impairment;~~

~~(6)~~ (5) complete the client's functional assessment before the client's initial individual treatment plan unless a service specifies otherwise; and

~~(7)~~ (6) update the client's functional assessment with the client's current functioning whenever there is a significant change in the client's functioning or at least every ~~180~~ 365 days, unless a service specifies otherwise.

(b) A license holder may use any available, validated measurement tool, including but not limited to the Daily Living Activities-20, when completing the required elements of a functional assessment under this subdivision.

Sec. 7. Minnesota Statutes 2022, section 245I.11, subdivision 1, is amended to read:

Subdivision 1. **Generally.** (a) If a license holder is licensed as a residential program, stores or administers client medications, or observes clients self-administer medications, the license holder must ensure that a staff person who is a registered nurse or licensed prescriber is responsible for overseeing storage and administration of client medications and observing as a client self-administers medications, including training according to

4.1 section 245I.05, subdivision 6, and documenting the occurrence according to section 245I.08,  
4.2 subdivision 5.

4.3 (b) For purposes of this section, "observed self-administration" means the preparation  
4.4 and administration of a medication by a client to themselves under the direct supervision  
4.5 of a registered nurse or a staff member to whom a registered nurse delegates supervision  
4.6 duty. Observed self-administration does not include a client's use of a medication that they  
4.7 keep in their own possession while participating in a program.

4.8 Sec. 8. Minnesota Statutes 2022, section 245I.11, is amended by adding a subdivision to  
4.9 read:

4.10 Subd. 6. **Medication administration in children's day treatment settings.** (a) For a  
4.11 program providing children's day treatment services under section 256B.0943, the license  
4.12 holder must maintain policies and procedures that state whether the program will store  
4.13 medication and administer or allow observed self-administration.

4.14 (b) For a program providing children's day treatment services under section 256B.0943  
4.15 that does not store medications but allows clients to use a medication that they keep in their  
4.16 own possession while participating in a program, the license holder must maintain  
4.17 documentation from a licensed prescriber regarding the safety of medications held by clients,  
4.18 including:

4.19 (1) an evaluation that the client is capable of holding and administering the medication  
4.20 safely;

4.21 (2) an evaluation of whether the medication is prone to diversion, misuse, or self-injury;  
4.22 and

4.23 (3) any conditions under which the license holder should no longer allow the client to  
4.24 maintain the medication in their own possession.

4.25 Sec. 9. Minnesota Statutes 2022, section 245I.20, subdivision 4, is amended to read:

4.26 Subd. 4. **Minimum staffing standards.** (a) A certification holder's treatment team must  
4.27 consist of at least four mental health professionals. At least two of the mental health  
4.28 professionals must be employed by or under contract with the mental health clinic for a  
4.29 minimum of 35 hours per week each. ~~Each of the two mental health professionals must~~  
4.30 ~~specialize in a different mental health discipline.~~

4.31 (b) The treatment team must include:

(1) a physician qualified as a mental health professional according to section 245I.04, subdivision 2, clause (4), or a nurse qualified as a mental health professional according to section 245I.04, subdivision 2, clause (1); and

(2) a psychologist qualified as a mental health professional according to section 245I.04, subdivision 2, clause (3).

(c) The staff persons fulfilling the requirement in paragraph (b) must provide clinical services at least:

(1) eight hours every two weeks if the mental health clinic has over 25.0 full-time equivalent treatment team members;

(2) eight hours each month if the mental health clinic has 15.1 to 25.0 full-time equivalent treatment team members;

(3) four hours each month if the mental health clinic has 5.1 to 15.0 full-time equivalent treatment team members; or

(4) two hours each month if the mental health clinic has 2.0 to 5.0 full-time equivalent treatment team members or only provides in-home services to clients.

(d) The certification holder must maintain a record that demonstrates compliance with this subdivision.

Sec. 10. Minnesota Statutes 2022, section 245I.23, subdivision 14, is amended to read:

Subd. 14. **Weekly team meetings.** (a) The license holder must hold weekly team meetings and ancillary meetings according to this subdivision.

(b) A mental health professional or certified rehabilitation specialist must hold at least one team meeting each calendar week ~~and~~. The mental health professional or certified rehabilitation specialist must lead and be physically present at the team meeting, except as permitted under paragraph (e). All treatment team members, including treatment team members who work on a part-time or intermittent basis, must participate in a minimum of one team meeting during each calendar week when the treatment team member is working for the license holder. The license holder must document all weekly team meetings, including the names of meeting attendees, and indicate whether the meeting was conducted remotely under paragraph (e).

(c) If a treatment team member cannot participate in a weekly team meeting, the treatment team member must participate in an ancillary meeting. A mental health professional, certified rehabilitation specialist, clinical trainee, or mental health practitioner who participated in

the most recent weekly team meeting may lead the ancillary meeting. During the ancillary meeting, the treatment team member leading the ancillary meeting must review the information that was shared at the most recent weekly team meeting, including revisions to client treatment plans and other information that the treatment supervisors exchanged with treatment team members. The license holder must document all ancillary meetings, including the names of meeting attendees.

(d) If a treatment team member working only one shift during a week cannot participate in a weekly team meeting or participate in an ancillary meeting, the treatment team member must read the minutes of the weekly team meeting required to be documented in paragraph (b). The treatment team member must sign to acknowledge receipt of this information, and document pertinent information or questions. The mental health professional or certified rehabilitation specialist must review any documented questions or pertinent information before the next weekly team meeting.

(e) A license holder may permit a mental health professional or certified rehabilitation specialist to lead the weekly meeting remotely due to medical or weather conditions. If the conditions that do not permit physical presence persist for longer than one week, the license holder must request a variance to conduct additional meetings remotely."

Page 243, after line 28, insert:

**"Sec. 12. [256B.0617] MENTAL HEALTH SERVICES PROVIDER  
CERTIFICATION.**

(a) The commissioner of human services shall establish an initial provider entity application and certification and recertification processes to determine whether a provider entity has administrative and clinical infrastructures that meet the certification requirements. This process shall apply to providers of the following services:

(1) children's intensive behavioral health services under section 256B.0946; and

(2) intensive nonresidential rehabilitative mental health services under section 256B.0947.

(b) The commissioner shall recertify a provider entity every three years using the individual provider's certification anniversary or the calendar year end. The commissioner may approve a recertification extension in the interest of sustaining services when a certain date for recertification is identified.

(c) The commissioner shall establish a process for decertification of a provider entity and shall require corrective action, medical assistance repayment, or decertification of a provider entity that no longer meets the requirements in this section or that fails to meet the

7.1 clinical quality standards or administrative standards provided by the commissioner in the  
7.2 application and certification process.

7.3 (d) The commissioner must provide the following to provider entities for the certification,  
7.4 recertification, and decertification processes:

7.5 (1) a structured listing of required provider certification criteria;

7.6 (2) a formal written letter with a determination of certification, recertification, or  
7.7 decertification signed by the commissioner or the appropriate division director; and

7.8 (3) a formal written communication outlining the process for necessary corrective action  
7.9 and follow-up by the commissioner signed by the commissioner or their designee, if  
7.10 applicable. In the case of corrective action, the commissioner may schedule interim  
7.11 recertification site reviews to confirm certification or decertification.

7.12 **EFFECTIVE DATE.** This section is effective July 1, 2024, and the commissioner of  
7.13 human services must implement all requirements of this section by September 1, 2024."

7.14 Page 254, after line 23, insert:

7.15 "Sec. 18. Minnesota Statutes 2022, section 256B.0623, subdivision 5, is amended to read:

7.16 Subd. 5. **Qualifications of provider staff.** Adult rehabilitative mental health services  
7.17 must be provided by qualified individual provider staff of a certified provider entity.

7.18 Individual provider staff must be qualified as:

7.19 (1) a mental health professional who is qualified according to section 245I.04, subdivision  
7.20 2;

7.21 (2) a certified rehabilitation specialist who is qualified according to section 245I.04,  
7.22 subdivision 8;

7.23 (3) a clinical trainee who is qualified according to section 245I.04, subdivision 6;

7.24 (4) a mental health practitioner qualified according to section 245I.04, subdivision 4;

7.25 (5) a mental health certified peer specialist who is qualified according to section 245I.04,  
7.26 subdivision 10; ~~or~~

7.27 (6) a mental health rehabilitation worker who is qualified according to section 245I.04,  
7.28 subdivision 14; or

7.29 (7) a licensed occupational therapist, as defined in section 148.6402, subdivision 14.

8.1 **EFFECTIVE DATE.** This section is effective upon federal approval. The commissioner  
8.2 of human services must notify the revisor of statutes when federal approval is obtained.

8.3 Sec. 19. Minnesota Statutes 2023 Supplement, section 256B.0625, subdivision 5m, is  
8.4 amended to read:

8.5 Subd. 5m. **Certified community behavioral health clinic services.** (a) Medical  
8.6 assistance covers services provided by a not-for-profit certified community behavioral health  
8.7 clinic (CCBHC) that meets the requirements of section 245.735, subdivision 3.

8.8 (b) The commissioner shall reimburse CCBHCs on a per-day basis for each day that an  
8.9 eligible service is delivered using the CCBHC daily bundled rate system for medical  
8.10 assistance payments as described in paragraph (c). The commissioner shall include a quality  
8.11 incentive payment in the CCBHC daily bundled rate system as described in paragraph (e).  
8.12 There is no county share for medical assistance services when reimbursed through the  
8.13 CCBHC daily bundled rate system.

8.14 (c) The commissioner shall ensure that the CCBHC daily bundled rate system for CCBHC  
8.15 payments under medical assistance meets the following requirements:

8.16 (1) the CCBHC daily bundled rate shall be a provider-specific rate calculated for each  
8.17 CCBHC, based on the daily cost of providing CCBHC services and the total annual allowable  
8.18 CCBHC costs divided by the total annual number of CCBHC visits. For calculating the  
8.19 payment rate, total annual visits include visits covered by medical assistance and visits not  
8.20 covered by medical assistance. Allowable costs include but are not limited to the salaries  
8.21 and benefits of medical assistance providers; the cost of CCBHC services provided under  
8.22 section 245.735, subdivision 3, paragraph (a), clauses (6) and (7); and other costs such as  
8.23 insurance or supplies needed to provide CCBHC services;

8.24 (2) payment shall be limited to one payment per day per medical assistance enrollee  
8.25 when an eligible CCBHC service is provided. A CCBHC visit is eligible for reimbursement  
8.26 if at least one of the CCBHC services listed under section 245.735, subdivision 3, paragraph  
8.27 (a), clause (6), is furnished to a medical assistance enrollee by a health care practitioner or  
8.28 licensed agency employed by or under contract with a CCBHC;

8.29 (3) initial CCBHC daily bundled rates for newly certified CCBHCs under section 245.735,  
8.30 subdivision 3, shall be established by the commissioner using a provider-specific rate based  
8.31 on the newly certified CCBHC's audited historical cost report data adjusted for the expected  
8.32 cost of delivering CCBHC services. Estimates are subject to review by the commissioner



9.1 and must include the expected cost of providing the full scope of CCBHC services and the  
9.2 expected number of visits for the rate period;

9.3 (4) the commissioner shall rebase CCBHC rates once every two years following the last  
9.4 rebasing and no less than 12 months following an initial rate or a rate change due to a change  
9.5 in the scope of services. For CCBHCs certified after September 31, 2020, and before January  
9.6 1, 2021, the commissioner shall rebase rates according to this clause beginning for dates of  
9.7 service provided on January 1, 2024;

9.8 (5) the commissioner shall provide for a 60-day appeals process after notice of the results  
9.9 of the rebasing;

9.10 (6) an entity that receives a CCBHC daily bundled rate that overlaps with another federal  
9.11 Medicaid rate is not eligible for the CCBHC rate methodology;

9.12 (7) payments for CCBHC services to individuals enrolled in managed care shall be  
9.13 coordinated with the state's phase-out of CCBHC wrap payments. The commissioner shall  
9.14 complete the phase-out of CCBHC wrap payments within 60 days of the implementation  
9.15 of the CCBHC daily bundled rate system in the Medicaid Management Information System  
9.16 (MMIS), for CCBHCs reimbursed under this chapter, with a final settlement of payments  
9.17 due made payable to CCBHCs no later than 18 months thereafter;

9.18 (8) the CCBHC daily bundled rate for each CCBHC shall be updated by trending each  
9.19 provider-specific rate by the Medicare Economic Index for primary care services. This  
9.20 update shall occur each year in between rebasing periods determined by the commissioner  
9.21 in accordance with clause (4). CCBHCs must provide data on costs and visits to the state  
9.22 annually using the CCBHC cost report established by the commissioner; and

9.23 (9) a CCBHC may request a rate adjustment for changes in the CCBHC's scope of  
9.24 services when such changes are expected to result in an adjustment to the CCBHC payment  
9.25 rate by 2.5 percent or more. The CCBHC must provide the commissioner with information  
9.26 regarding the changes in the scope of services, including the estimated cost of providing  
9.27 the new or modified services and any projected increase or decrease in the number of visits  
9.28 resulting from the change. Estimated costs are subject to review by the commissioner. Rate  
9.29 adjustments for changes in scope shall occur no more than once per year in between rebasing  
9.30 periods per CCBHC and are effective on the date of the annual CCBHC rate update.

9.31 (d) Managed care plans and county-based purchasing plans shall reimburse CCBHC  
9.32 providers at the CCBHC daily bundled rate. The commissioner shall monitor the effect of  
9.33 this requirement on the rate of access to the services delivered by CCBHC providers. If, for  
9.34 any contract year, federal approval is not received for this paragraph, the commissioner

must adjust the capitation rates paid to managed care plans and county-based purchasing plans for that contract year to reflect the removal of this provision. Contracts between managed care plans and county-based purchasing plans and providers to whom this paragraph applies must allow recovery of payments from those providers if capitation rates are adjusted in accordance with this paragraph. Payment recoveries must not exceed the amount equal to any increase in rates that results from this provision. This paragraph expires if federal approval is not received for this paragraph at any time.

(e) The commissioner shall implement a quality incentive payment program for CCBHCs that meets the following requirements:

(1) a CCBHC shall receive a quality incentive payment upon meeting specific numeric thresholds for performance metrics established by the commissioner, in addition to payments for which the CCBHC is eligible under the CCBHC daily bundled rate system described in paragraph (c);

(2) a CCBHC must be certified and enrolled as a CCBHC for the entire measurement year to be eligible for incentive payments;

(3) each CCBHC shall receive written notice of the criteria that must be met in order to receive quality incentive payments at least 90 days prior to the measurement year; and

(4) a CCBHC must provide the commissioner with data needed to determine incentive payment eligibility within six months following the measurement year. The commissioner shall notify CCBHC providers of their performance on the required measures and the incentive payment amount within 12 months following the measurement year.

(f) All claims to managed care plans for CCBHC services as provided under this section shall be submitted directly to, and paid by, the commissioner on the dates specified no later than January 1 of the following calendar year, if:

(1) one or more managed care plans does not comply with the federal requirement for payment of clean claims to CCBHCs, as defined in Code of Federal Regulations, title 42, section 447.45(b), and the managed care plan does not resolve the payment issue within 30 days of noncompliance; and

(2) the total amount of clean claims not paid in accordance with federal requirements by one or more managed care plans is 50 percent of, or greater than, the total CCBHC claims eligible for payment by managed care plans.

If the conditions in this paragraph are met between January 1 and June 30 of a calendar year, claims shall be submitted to and paid by the commissioner beginning on January 1 of

11.1 the following year. If the conditions in this paragraph are met between July 1 and December  
11.2 31 of a calendar year, claims shall be submitted to and paid by the commissioner beginning  
11.3 on July 1 of the following year.

11.4 (g) Peer services provided by a CCBHC certified under section 245.735 are a covered  
11.5 service under medical assistance when a licensed mental health professional or alcohol and  
11.6 drug counselor determines that peer services are medically necessary. Eligibility under this  
11.7 subdivision for peer services provided by a CCBHC supersede eligibility standards under  
11.8 sections 256B.0615, 256B.0616, and 245G.07, subdivision 2, clause (8).

11.9 Sec. 20. Minnesota Statutes 2022, section 256B.0625, subdivision 20, is amended to read:

11.10 Subd. 20. **Mental health case management.** (a) To the extent authorized by rule of the  
11.11 state agency, medical assistance covers case management services to persons with serious  
11.12 and persistent mental illness and children with severe emotional disturbance. Services  
11.13 provided under this section must meet the relevant standards in sections 245.461 to 245.4887,  
11.14 the Comprehensive Adult and Children's Mental Health Acts, Minnesota Rules, parts  
11.15 9520.0900 to 9520.0926, and 9505.0322, excluding subpart 10.

11.16 (b) Entities meeting program standards set out in rules governing family community  
11.17 support services as defined in section 245.4871, subdivision 17, are eligible for medical  
11.18 assistance reimbursement for case management services for children with severe emotional  
11.19 disturbance when these services meet the program standards in Minnesota Rules, parts  
11.20 9520.0900 to 9520.0926 and 9505.0322, excluding subparts 6 and 10.

11.21 (c) Medical assistance and MinnesotaCare payment for mental health case management  
11.22 shall be made on a monthly basis. In order to receive payment for an eligible child, the  
11.23 provider must document at least a face-to-face contact either in person or by interactive  
11.24 video that meets the requirements of subdivision 20b with the child, the child's parents, or  
11.25 the child's legal representative. To receive payment for an eligible adult, the provider must  
11.26 document:

11.27 (1) at least a face-to-face contact with the adult or the adult's legal representative either  
11.28 in person or by interactive video that meets the requirements of subdivision 20b; or

11.29 (2) at least a telephone contact or contact via secure electronic message, if preferred by  
11.30 the adult client, with the adult or the adult's legal representative and document a face-to-face  
11.31 contact either in person or by interactive video that meets the requirements of subdivision  
11.32 20b with the adult or the adult's legal representative within the preceding two months.

12.1 (d) Payment for mental health case management provided by county or state staff shall  
12.2 be based on the monthly rate methodology under section 256B.094, subdivision 6, paragraph  
12.3 (b), with separate rates calculated for child welfare and mental health, and within mental  
12.4 health, separate rates for children and adults.

12.5 (e) Payment for mental health case management provided by Indian health services or  
12.6 by agencies operated by Indian tribes may be made according to this section or other relevant  
12.7 federally approved rate setting methodology.

12.8 (f) Payment for mental health case management provided by vendors who contract with  
12.9 a county must be calculated in accordance with section 256B.076, subdivision 2. Payment  
12.10 for mental health case management provided by vendors who contract with a Tribe must  
12.11 be based on a monthly rate negotiated by the Tribe. The rate must not exceed the rate charged  
12.12 by the vendor for the same service to other payers. If the service is provided by a team of  
12.13 contracted vendors, the team shall determine how to distribute the rate among its members.  
12.14 No reimbursement received by contracted vendors shall be returned to the county or tribe,  
12.15 except to reimburse the county or tribe for advance funding provided by the county or tribe  
12.16 to the vendor.

12.17 (g) If the service is provided by a team which includes contracted vendors, tribal staff,  
12.18 and county or state staff, the costs for county or state staff participation in the team shall be  
12.19 included in the rate for county-provided services. In this case, the contracted vendor, the  
12.20 tribal agency, and the county may each receive separate payment for services provided by  
12.21 each entity in the same month. In order to prevent duplication of services, each entity must  
12.22 document, in the recipient's file, the need for team case management and a description of  
12.23 the roles of the team members.

12.24 (h) Notwithstanding section 256B.19, subdivision 1, the nonfederal share of costs for  
12.25 mental health case management shall be provided by the recipient's county of responsibility,  
12.26 as defined in sections 256G.01 to 256G.12, from sources other than federal funds or funds  
12.27 used to match other federal funds. If the service is provided by a tribal agency, the nonfederal  
12.28 share, if any, shall be provided by the recipient's tribe. When this service is paid by the state  
12.29 without a federal share through fee-for-service, 50 percent of the cost shall be provided by  
12.30 the recipient's county of responsibility.

12.31 (i) Notwithstanding any administrative rule to the contrary, prepaid medical assistance  
12.32 and MinnesotaCare include mental health case management. When the service is provided  
12.33 through prepaid capitation, the nonfederal share is paid by the state and the county pays no  
12.34 share.

(j) The commissioner may suspend, reduce, or terminate the reimbursement to a provider that does not meet the reporting or other requirements of this section. The county of responsibility, as defined in sections 256G.01 to 256G.12, or, if applicable, the tribal agency, is responsible for any federal disallowances. The county or tribe may share this responsibility with its contracted vendors.

(k) The commissioner shall set aside a portion of the federal funds earned for county expenditures under this section to repay the special revenue maximization account under section 256.01, subdivision 2, paragraph (o). The repayment is limited to:

(1) the costs of developing and implementing this section; and

(2) programming the information systems.

(l) Payments to counties and tribal agencies for case management expenditures under this section shall only be made from federal earnings from services provided under this section. When this service is paid by the state without a federal share through fee-for-service, 50 percent of the cost shall be provided by the state. Payments to county-contracted vendors shall include the federal earnings, the state share, and the county share.

(m) Case management services under this subdivision do not include therapy, treatment, legal, or outreach services.

(n) If the recipient is a resident of a nursing facility, intermediate care facility, or hospital, and the recipient's institutional care is paid by medical assistance, payment for case management services under this subdivision is limited to the lesser of:

(1) the last 180 days of the recipient's residency in that facility and may not exceed more than six months in a calendar year; or

(2) the limits and conditions which apply to federal Medicaid funding for this service.

(o) Payment for case management services under this subdivision shall not duplicate payments made under other program authorities for the same purpose.

(p) If the recipient is receiving care in a hospital, nursing facility, or residential setting licensed under chapter 245A or 245D that is staffed 24 hours a day, seven days a week, mental health targeted case management services must actively support identification of community alternatives for the recipient and discharge planning."

Page 255, after line 21, insert:

14.1 "Sec. 22. Minnesota Statutes 2022, section 256B.0943, subdivision 12, is amended to  
14.2 read:

14.3 Subd. 12. **Excluded services.** The following services are not eligible for medical  
14.4 assistance payment as children's therapeutic services and supports:

14.5 (1) service components of children's therapeutic services and supports simultaneously  
14.6 provided by more than one provider entity unless prior authorization is obtained;

14.7 (2) treatment by multiple providers within the same agency at the same clock time,  
14.8 unless one service is delivered to the child and the other service is delivered to child's family  
14.9 or treatment team without the child present;

14.10 ~~(3)~~ (2) children's therapeutic services and supports provided in violation of medical  
14.11 assistance policy in Minnesota Rules, part 9505.0220;

14.12 ~~(4)~~ (3) mental health behavioral aide services provided by a personal care assistant who  
14.13 is not qualified as a mental health behavioral aide and employed by a certified children's  
14.14 therapeutic services and supports provider entity;

14.15 ~~(5)~~ (4) service components of CTSS that are the responsibility of a residential or program  
14.16 license holder, including foster care providers under the terms of a service agreement or  
14.17 administrative rules governing licensure; and

14.18 ~~(6)~~ (5) adjunctive activities that may be offered by a provider entity but are not otherwise  
14.19 covered by medical assistance, including:

14.20 (i) a service that is primarily recreation oriented or that is provided in a setting that is  
14.21 not medically supervised. This includes sports activities, exercise groups, activities such as  
14.22 craft hours, leisure time, social hours, meal or snack time, trips to community activities,  
14.23 and tours;

14.24 (ii) a social or educational service that does not have or cannot reasonably be expected  
14.25 to have a therapeutic outcome related to the client's emotional disturbance;

14.26 (iii) prevention or education programs provided to the community; and

14.27 (iv) treatment for clients with primary diagnoses of alcohol or other drug abuse.

14.28 Sec. 23. Minnesota Statutes 2022, section 256B.0947, subdivision 5, is amended to read:

14.29 Subd. 5. **Standards for intensive nonresidential rehabilitative providers.** (a) Services  
14.30 must meet the standards in this section and chapter 245I as required in section 245I.011,  
14.31 subdivision 5.

15.1 (b) The treatment team must have specialized training in providing services to the specific  
15.2 age group of youth that the team serves. An individual treatment team must serve youth  
15.3 who are: (1) at least eight years of age or older and under 16 years of age, or (2) at least 14  
15.4 years of age or older and under 21 years of age.

15.5 (c) The treatment team for intensive nonresidential rehabilitative mental health services  
15.6 comprises both permanently employed core team members and client-specific team members  
15.7 as follows:

15.8 (1) Based on professional qualifications and client needs, clinically qualified core team  
15.9 members are assigned on a rotating basis as the client's lead worker to coordinate a client's  
15.10 care. The core team must comprise at least four full-time equivalent direct care staff and  
15.11 must minimally include:

15.12 (i) a mental health professional who serves as team leader to provide administrative  
15.13 direction and treatment supervision to the team;

15.14 (ii) an advanced-practice registered nurse with certification in psychiatric or mental  
15.15 health care or a board-certified child and adolescent psychiatrist, either of which must be  
15.16 credentialed to prescribe medications;

15.17 ~~(iii) a licensed alcohol and drug counselor who is also trained in mental health~~  
15.18 ~~interventions; and~~

15.19 ~~(iv)~~ (iii) a mental health certified peer specialist who is qualified according to section  
15.20 245I.04, subdivision 10, and is also a former children's mental health consumer; and

15.21 (iv) a co-occurring disorder specialist who meets the requirements under section  
15.22 256B.0622, subdivision 7a, paragraph (a), clause (4), who will provide or facilitate the  
15.23 provision of co-occurring disorder treatment to clients.

15.24 (2) The core team may also include any of the following:

15.25 (i) additional mental health professionals;

15.26 (ii) a vocational specialist;

15.27 (iii) an educational specialist with knowledge and experience working with youth  
15.28 regarding special education requirements and goals, special education plans, and coordination  
15.29 of educational activities with health care activities;

15.30 (iv) a child and adolescent psychiatrist who may be retained on a consultant basis;

15.31 (v) a clinical trainee qualified according to section 245I.04, subdivision 6;

- 16.1 (vi) a mental health practitioner qualified according to section 245I.04, subdivision 4;
- 16.2 (vii) a case management service provider, as defined in section 245.4871, subdivision
- 16.3 4;
- 16.4 (viii) a housing access specialist; and
- 16.5 (ix) a family peer specialist as defined in subdivision 2, paragraph (j).
- 16.6 (3) A treatment team may include, in addition to those in clause (1) or (2), ad hoc
- 16.7 members not employed by the team who consult on a specific client and who must accept
- 16.8 overall clinical direction from the treatment team for the duration of the client's placement
- 16.9 with the treatment team and must be paid by the provider agency at the rate for a typical
- 16.10 session by that provider with that client or at a rate negotiated with the client-specific
- 16.11 member. Client-specific treatment team members may include:
- 16.12 (i) the mental health professional treating the client prior to placement with the treatment
- 16.13 team;
- 16.14 (ii) the client's current substance use counselor, if applicable;
- 16.15 (iii) a lead member of the client's individualized education program team or school-based
- 16.16 mental health provider, if applicable;
- 16.17 (iv) a representative from the client's health care home or primary care clinic, as needed
- 16.18 to ensure integration of medical and behavioral health care;
- 16.19 (v) the client's probation officer or other juvenile justice representative, if applicable;
- 16.20 and
- 16.21 (vi) the client's current vocational or employment counselor, if applicable.
- 16.22 (d) The treatment supervisor shall be an active member of the treatment team and shall
- 16.23 function as a practicing clinician at least on a part-time basis. The treatment team shall meet
- 16.24 with the treatment supervisor at least weekly to discuss recipients' progress and make rapid
- 16.25 adjustments to meet recipients' needs. The team meeting must include client-specific case
- 16.26 reviews and general treatment discussions among team members. Client-specific case
- 16.27 reviews and planning must be documented in the individual client's treatment record.
- 16.28 (e) The staffing ratio must not exceed ten clients to one full-time equivalent treatment
- 16.29 team position.
- 16.30 (f) The treatment team shall serve no more than 80 clients at any one time. Should local
- 16.31 demand exceed the team's capacity, an additional team must be established rather than
- 16.32 exceed this limit.



17.1 (g) Nonclinical staff shall have prompt access in person or by telephone to a mental  
17.2 health practitioner, clinical trainee, or mental health professional. The provider shall have  
17.3 the capacity to promptly and appropriately respond to emergent needs and make any  
17.4 necessary staffing adjustments to ensure the health and safety of clients.

17.5 (h) The intensive nonresidential rehabilitative mental health services provider shall  
17.6 participate in evaluation of the assertive community treatment for youth (Youth ACT) model  
17.7 as conducted by the commissioner, including the collection and reporting of data and the  
17.8 reporting of performance measures as specified by contract with the commissioner.

17.9 (i) A regional treatment team may serve multiple counties."

17.10 Page 262, after line 21, insert:

17.11 "Sec. 31. **REPEALER.**

17.12 Minnesota Rules, part 2960.0620, subpart 3, is repealed."

17.13 Renumber the sections in sequence and correct the internal references