

**STATE OF MICHIGAN
MICHIGAN ADMINISTRATIVE HEARING SYSTEM
FOR THE DEPARTMENT OF COMMUNITY HEALTH**
P. O. Box 30763, Lansing, MI 48909
(877) 833-0870; Fax (517) 334-9505

IN THE MATTER OF

██████████,

Appellant

_____ /

Docket No. 2011-33767 CMH
Case No. ██████████

DECISION AND ORDER

This matter is before the undersigned Administrative Law Judge pursuant to MCL 400.9 upon the Appellant's request for a hearing.

After due notice, a hearing was held on ██████████. ██████████ appeared on her own behalf. ██████████' husband, testified on her behalf.

██████████ (CMH), represented the CMH. ██████████ appeared as a witness for the CMH.

ISSUE

Did CMH properly terminate Appellant's psychiatric services?

FINDINGS OF FACT

The Administrative Law Judge, based upon the competent, material and substantial evidence on the whole record, finds as material fact:

1. The Appellant is a ██████ year-old Medicaid beneficiary. (Exhibit A, p 8).
2. The Appellant is enrolled in a Medicaid Health Plan (MHP), ██████████ (Exhibit A, p. 5).
3. Appellant has been receiving services from ██████████ CMH since ██████████ (Exhibit A, p 1). Most recently Appellant has been receiving psychiatric services through CMH, including medication management, outpatient therapy and case management services. (Exhibit A; pp 1, 25).
4. Appellant's Axis I diagnoses are bipolar disorder, panic disorder with

- agoraphobia, social phobia, opioid dependence, and cannabis abuse. (Exhibit A, pp 1, 29).
5. The Appellant is being prescribed the medications Abilify, Lamictal, Eskalith, Desyrel, Wellbutrin SR, and Klonopin. (Exhibit A, p 30).
 6. On ██████████, CMH performed a Utilization Management Review of Appellant's case. (Exhibit A, pp 1-4).
 7. The ██████████, Utilization Management Review showed the Appellant had very little follow-up with services over the prior several months, with numerous missed appointments. (Exhibit A, p 2, pp 13-22).
 8. The ██████████, Utilization Management Review showed the Appellant had not had an inpatient hospitalization since ██████████. (Exhibit A, p. 2).
 9. As a result of the ██████████, Utilization Management Review the CMH concluded the Appellant could receive her mental health services through her MHP. (Exhibit A).
 10. On ██████████, the CMH sent an Adequate Action Notice to the Appellant indicating that her psychiatric services would be terminated. (Exhibit A, pp 5-7).
 11. The Appellant's request for hearing was received on ██████████. (Exhibit B).

CONCLUSIONS OF LAW

The Medical Assistance Program is established pursuant to Title XIX of the Social Security Act and is implemented by Title 42 of the Code of Federal Regulations (CFR). It is administered in accordance with state statute, the Social Welfare Act, the Administrative Code, and the State Plan under Title XIX of the Social Security Act Medical Assistance Program.

Title XIX of the Social Security Act, enacted in 1965, authorizes Federal grants to States for medical assistance to low-income persons who are age 65 or over, blind, disabled, or members of families with dependent children or qualified pregnant women or children. The program is jointly financed by the Federal and State governments and administered by States. Within broad Federal rules, each State decides eligible groups, types and range of services, payment levels for services, and administrative and operating procedures. Payments for services are made directly by the State to the individuals or entities that furnish the services.

42 CFR 430.0

The State plan is a comprehensive written statement submitted by the agency describing the nature and scope of its Medicaid

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program and giving assurance that it will be administered in conformity with the specific requirements of title XIX, the regulations in this Chapter IV, and other applicable official issuances of the Department. The State plan contains all information necessary for CMS to determine whether the plan can be approved to serve as a basis for Federal financial participation (FFP) in the State program.

42 CFR 430.10

Section 1915(b) of the Social Security Act provides:

The Secretary, to the extent she finds it to be cost-effective and efficient and not inconsistent with the purposes of this subchapter, may waive such requirements of section 1396a of this title (other than subsection (s) of this section) (other than sections 1396a(a)(15), 1396a(bb), and 1396a(a)(10)(A) of this title insofar as it requires provision of the care and services described in section 1396d(a)(2)(C) of this title) as may be necessary for a State...

The State of Michigan has opted to simultaneously utilize the authorities of the 1915(b) and 1915(c) programs to provide a continuum of services to disabled and/or elderly populations. Under approval from the Centers for Medicare and Medicaid Services (CMS) the Department of Community Health (MDCH) operates a section 1915(b) Medicaid Managed Specialty Services waiver. Genesee County CMH contracts with the Michigan Department of Community Health to provide specialty mental health services. Services are provided by CMH pursuant to its contract obligations with the Department and in accordance with the federal waiver.

Medicaid beneficiaries are only entitled to medically necessary Medicaid covered services for which they are eligible. Services must be provided in the appropriate scope, duration, and intensity to reasonably achieve the purpose of the covered service. See *42 CFR 440.230*.

The *MDCH/CMHSP Managed Specialty Supports and Services Contract, Sections 2.0 and 3.1* and Exhibit 3.1.1, Section III(a) Access Standards-10/1/08, page 4, directs a CMH to the Department's Medicaid Provider Manual for determining coverage eligibility for Medicaid mental health beneficiaries.

The Department's *Medicaid Provider Manual, Mental Health and Substance Abuse, Beneficiary Eligibility, Section 1.6* makes the distinction between the CMH responsibility and the Medicaid Health Plan (MHP) responsibility for Medicaid outpatient mental health benefits. The Medicaid Provider Manual sets out the eligibility requirements as:

<p>In general, MHPs are responsible for outpatient mental health in the following situations:</p> <ul style="list-style-type: none">□ The beneficiary is experiencing or demonstrating mild or moderate psychiatric symptoms or signs of sufficient intensity to cause subjective distress or mildly disordered behavior, with minor or temporary functional limitations or impairments (self-care/daily living skills, social/interpersonal relations, educational/vocational role performance, etc.) and minimal clinical (self/other harm risk) instability.□ The beneficiary was formerly significantly or seriously mentally ill at some point in the past. Signs and symptoms of the former serious disorder have substantially moderated or remitted and prominent functional disabilities or impairments related to the condition have largely subsided (there has been no serious exacerbation of the condition within the last 12 months). The beneficiary currently needs ongoing routine medication management without further specialized services and supports.	<p>In general, PIHPs/CMHSPs are responsible for outpatient mental health in the following situations:</p> <ul style="list-style-type: none">□ The beneficiary is currently or has recently been (within the last 12 months) seriously mentally ill or seriously emotionally disturbed as indicated by diagnosis, intensity of current signs and symptoms, and substantial impairment in ability to perform daily living activities (or for minors, substantial interference in achievement or maintenance of developmentally appropriate social, behavioral, cognitive, communicative or adaptive skills).□ The beneficiary does not have a current or recent (within the last 12 months) serious condition but was formerly seriously impaired in the past. Clinically significant residual symptoms and impairments exist and the beneficiary requires specialized services and supports to address residual symptomatology and/or functional impairments, promote recovery and/or prevent relapse.□ The beneficiary has been treated by the MHP for mild/moderate symptomatology and temporary or limited functional impairments and has exhausted the 20-visit maximum for the calendar year. (Exhausting the 20-visit maximum is not necessary prior to referring complex cases to PIHP/CMHSP.) The MHP's mental health consultant and the PIHP/CMHSP medical director concur that additional treatment through the PIHP/CMHSP is medically necessary and can reasonably be expected to achieve the intended purpose (i.e., improvement in the beneficiary's condition) of the additional treatment.
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CMH witness ██████████ testified that CMH utilized *Medicaid Provider Manual, Mental Health and Substance Abuse, Beneficiary Eligibility, Section 1.6, April 1, 2011*, page 3 to determine that the Appellant could receive her medication review/psychiatric services through her twenty MHP visits, rather than receive specialized mental health services provided through the CMH. CMH witness Holiday testified that the Appellant more appropriately fell into the category of MHP responsibility.

The CMH does not dispute that Appellant has Bi-Polar Disorder. Rather, the CMH position is that the Appellant is not appropriate for CMH Medicaid services because her Bi-Polar Disorder can be managed by her MHP. CMH witness ██████████ testified that he personally reviewed Appellant's records. Looking at the results from the Utilization Management Review/Adults with Mental Illness, witness ██████████ testified that since ██████████ Appellant has not had a psychiatric hospitalization. Witness ██████████ further testified that Appellant's records showed she lives independently in her own home with her husband. Based on the Appellant's documentation and application to MPM Section 1.6, CMH established that Appellant's condition was stable and could be managed within the mental health services offered from her health plan.

Witness ██████████ testified that the results of the Utilization Management Review/Adults with Mental Illness also showed that the Appellant had very little follow-up with services over the prior several months, with numerous missed appointments.

The Appellant's request for hearing indicated that she wanted to continue with her CMH services because she believed she was still suffering from "severe symptoms of her mental illness". (Exhibit B) However, given the fact that Appellant failed to utilize any services for several months, even with her case manager frequently trying to contact her, contradicts her assertion that she is still suffering from severe symptoms.

Witness ██████████ explained that he looked at the MPM medical necessity criteria in addition to MPM Section 1.6. Based on the Appellant's medical documentation, CMH determined that it was sufficient for the Appellant to receive her medication reviews through the 20 mental health visits offered by her MHP. Based on the Appellant's documentation and application to MPM Section 1.6, CMH established that Appellant's condition could be managed within the psychiatric services/medication reviews offered by her health plan. The CMH witness testimony and document evidence, and its application of the evidence to MPM Section 1.6 established that Appellant needs ongoing routine medication management without specialized services and supports.

██████████ CMH provided credible evidence that the Appellant meets the Medicaid Provider Manual eligibility requirements for outpatient mental health services provided through the MHP and not the CMH. The CMH sent proper notice of termination. The Appellant did not provide a preponderance of evidence that she met the Medicaid Provider Manual eligibility requirements for Managed Specialty Supports and Services provided through the CMH.

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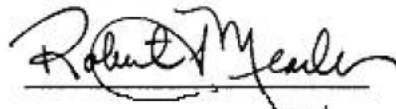
DECISION AND ORDER

The Administrative Law Judge, based on the above findings of fact and conclusions of law, decides that:

The Appellant met the Medicaid Provider Manual eligibility requirements for outpatient mental health services provided through the MHP.

IT IS THEREFORE ORDERED that:

The CMH's decision is AFFIRMED.



Robert J. Meade
Administrative Law Judge
for Janet Olszewski, Director
Michigan Department of Community Health

cc:

[REDACTED]

Date Mailed: 7/25/2011

***** NOTICE *****

The State Office of Administrative Hearings and Rules may order a rehearing on either its own motion or at the request of a party within 30 days of the mailing date of this Decision and Order. The State Office of Administrative Hearings and Rules will not order a rehearing on the Department's motion where the final decision or rehearing cannot be implemented within 90 days of the filing of the original request. The Appellant may appeal the Decision and Order to Circuit Court within 30 days of the receipt of the Decision and Order or, if a timely request for rehearing was made, within 30 days of the receipt of the rehearing decision.