

5. At the time of the initial request, Petitioner was a Michigan Medicaid beneficiary. (Testimony.)
6. At all times relevant to this proceeding, Community Medical Equipment was an approved Michigan Medicaid Supplier. (Testimony.)

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.

In 1997, the Department received approval from the Health Care Financing Administration, U.S. Department of Health and Human Services, allowing Michigan to restrict Medicaid beneficiaries' choice to obtain medical services only from specified Medicaid Health Plans.

The Respondent is one of those MHPs and, as provided in the Medicaid Provider Manual (MPM), is responsible for providing covered services pursuant to its contract with the Department:

The Michigan Department of Community Health (MDCH) contracts with Medicaid Health Plans (MHPs), selected through a competitive bid process, to provide services to Medicaid beneficiaries. The selection process is described in a Request for Proposal (RFP) released by the Office of Purchasing, Michigan Department of Technology, Management & Budget. The MHP contract, referred to in this chapter as the Contract, specifies the beneficiaries to be served, scope of the benefits, and contract provisions with which the MHP must comply. Nothing in this chapter should be construed as requiring MHPs to cover services that are not included in the Contract. A copy of the MHP contract is available on the MDCH website. (Refer to the Directory Appendix for website information.)

MHPs must operate consistently with all applicable published Medicaid coverage and limitation policies. (Refer to the General Information for Providers and the Beneficiary Eligibility chapters of this manual for additional information.) Although MHPs must provide the full range of covered services listed below, MHPs may also choose to provide services over and above those specified. MHPs are allowed to develop prior authorization requirements and utilization

management and review criteria that differ from Medicaid requirements. The following subsections describe covered services, excluded services, and prohibited services as set forth in the Contract.¹

The testimony presented indicated Petitioner's request was denied by the Department and that Petitioner disagreed with the reasons provided.

No one on behalf of the Department made an appearance and there was zero evidence as to why the Department denied the Petitioner's prior approval request. As such, I do not find the Department acted in accordance with the applicable laws and policies in denying the prior approval.

DECISION AND ORDER

This Administrative Law Judge, based on the above findings of fact and conclusions of law, decides that Department improperly denied the Petitioner's prior approval for a pneumatic compression pump.

IT IS THEREFORE ORDERED THAT:

Department's decision is REVERSED.

The Department is to initiate the process of reprocessing the Petitioner's request for a pneumatic compression pump².

CA/sb



Corey Arendt
Administrative Law Judge
for Robert Gordon, Director
Department of Health and Human Services

¹ Medicaid Provider Manual, Medicaid Health Plans, April 1, 2020, p 1.

² Given the amount of time that has lapsed since the initial request, Respondent should provide Petitioner with an opportunity to provide updated information that corresponds to the initial request.

