

**Adopted
AMENDMENT NO 2 TO AMENDMENT NO 1 PROPOSED TO**

Senate Bill No. 2799

BY: Representative Hines

1 **AMEND** by inserting the following new paragraph (3) after line
2 1623, and renumber or reletter the subsequent paragraphs and any
3 references to those paragraphs:

4 "(3) Each health maintenance organization, coordinated
5 care organization, provider-sponsored health plan, or other
6 organization paid for services on a capitated basis by the
7 division under any managed care program or coordinated care
8 program implemented by the division under this section shall use a
9 clear set of level of care guidelines in the determination of
10 medical necessity and in all utilization management practices,
11 including the prior authorization process, concurrent reviews,
12 retrospective reviews and payments, that are consistent with
13 widely accepted professional standards of care (including the



14 Level of Care Utilization System [LOCUS], Child and Adolescent
15 Level of Care Utilization System [CALOCUS] and the American
16 Society of Addiction Medicine [ASAM], Child and Adolescent Service
17 Intensity Instrument [CASSI]). Organizations participating in a
18 managed care program or coordinated care program implemented by
19 the division may not use any additional criteria that would result
20 in denial of care that would be determined appropriate and,
21 therefore, medically necessary under those level of care
22 guidelines."

