016.14

Division of Aging, Adult, and Behavioral Health Services of the Department of Human Services

Rule establishing reasonable charges for costs of treatment

Authority: The following rule is adopted and promulgated pursuant to the authority expressly conferred by the laws of the State of Arkansas, Ark. Code Ann. § 5-2-331.

Purpose: This rule establishes reasonable charges for costs of treatment that a person or entity that provides treatment may impose pursuant to Ark. Code Ann. §§ 5-2-301 et seq. The following rules supplement, but do not supplant, other laws and rules.

I. A person or entity subject to this rule shall be in compliance within 30 days of its effective date.

II. Charges for costs of treatment may not exceed the actual cost of the treatment.

III. Collection of any charges imposed under this rule shall be waived or postponed based upon:

- a. Clinical considerations;
- b. The patient's inability to pay; or

c. A court determination that the patient is wholly or partly indigent and qualifies for the appointment of an attorney under Ark. Code Ann. § 16-87-213.

IV. Charges for costs of treatment shall be based upon and not exceed the charges contained in the Charge Description Master maintained by the Arkansas State Hospital.

FINANCIAL IMPACT STATEMENT

PLEASE ANSWER ALL QUESTIONS COMPLETELY

| DEPARTMENT | | | |
|---------------------|---------------|--------|--|
| DIVISION | | | |
| PERSON COMPLETING T | HIS STATEMENT | | |
| TELEPHONE NO | FAX NO | EMAIL: | |

To comply with Ark. Code Ann. § 25-15-204(e), please complete the following Financial Impact Statement and file two copies with the questionnaire and proposed rules.

SHORT TITLE OF THIS RULE_____

- 1. Does this proposed, amended, or repealed rule have a financial impact? Yes _____ No _____
- 2. Is the rule based on the best reasonably obtainable scientific, technical, economic, or other evidence and information available concerning the need for, consequences of, and alternatives to the rule? Yes_____ No_____
- In consideration of the alternatives to this rule, was this rule determined by the agency to be the least costly rule considered? Yes ______ No _____
 If an agency is proposing a more costly rule, please state the following:
 - (a) How the additional benefits of the more costly rule justify its additional cost;
 - (b) The reason for adoption of the more costly rule;
 - (c) Whether the more costly rule is based on the interests of public health, safety, or welfare, and if so, please explain; and
 - (d) Whether the reason is within the scope of the agency's statutory authority, and if so, please explain.
- 4. If the purpose of this rule is to implement a federal rule or regulation, please state the following:
 - (a) What is the cost to implement the federal rule or regulation?

Current Fiscal Year

Next Fiscal Year

| General Revenue | |
|-----------------|--|
| Federal Funds | |
| Cash Funds | |
| Special Revenue | |

| Other (Identify) | Other (Identify) |
|------------------|------------------|
| Total | Total |
| | |

(b) What is the additional cost of the state rule?

Current Fiscal YearNext Fiscal YearGeneral RevenueGeneral RevenueFederal FundsFederal RevenueCash FundsCash FundsSpecial RevenueSpecial RevenueOther (Identify)Other (Identify)TotalTotal

5. What is the total estimated cost by fiscal year to any private individual, entity and business subject to the proposed, amended, or repealed rule? Identify the entity(ies) subject to the proposed rule

and explain how they are affected.

Current Fiscal Year

| \$ | | | | | | |
|----|--|--|--|--|--|--|
| | | | | | | |

| Next | Fiscal | Year | |
|------|--------|------|---|
| \$ | | | _ |

6. What is the total estimated cost by fiscal year to state, county, and municipal government to implement this rule? Is this the cost of the program or grant? Please explain how the government is affected.

| Current | Fiscal | Year |
|---------|---------|------|
| | 0 0 000 | |

\$_____

| <u>Next Fiscal Year</u> | |
|-------------------------|--|
| \$ | |

7. With respect to the agency's answers to Questions #5 and #6 above, is there a new or increased cost or obligation of at least one hundred thousand dollars (\$100,000) per year to a private individual, private entity, private business, state government, county government, municipal government, or to two (2) or more of those entities combined?

Yes_____No_____

If YES, the agency is required by Ark. Code Ann. § 25-15-204(e)(4) to file written findings at the time of filing the financial impact statement. The written findings shall be filed simultaneously

with the financial impact statement and shall include, without limitation, the following:

(1) a statement of the rule's basis and purpose;

(2) the problem the agency seeks to address with the proposed rule, including a statement of whether a rule is required by statute;

(3) a description of the factual evidence that:

(a) justifies the agency's need for the proposed rule; and(b) describes how the benefits of the rule meet the relevant statutory objectives and justify the rule's costs;

(4) a list of less costly alternatives to the proposed rule and the reasons why the alternatives do not adequately address the problem to be solved by the proposed rule;

(5) a list of alternatives to the proposed rule that were suggested as a result of public comment and the reasons why the alternatives do not adequately address the problem to be solved by the proposed rule;

(6) a statement of whether existing rules have created or contributed to the problem the agency seeks to address with the proposed rule and, if existing rules have created or contributed to the problem, an explanation of why amendment or repeal of the rule creating or contributing to the problem is not a sufficient response; and

(7) an agency plan for review of the rule no less than every ten (10) years to determine whether, based upon the evidence, there remains a need for the rule including, without limitation, whether:

(a) the rule is achieving the statutory objectives;

(b) the benefits of the rule continue to justify its costs; and

(c) the rule can be amended or repealed to reduce costs while continuing to achieve the statutory objectives.