
THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2350 Session of
2020

INTRODUCED BY KAUFER, GROVE, GAYDOS, OWLETT, SANKEY, THOMAS,
JONES, MILLARD, BERNSTINE, RYAN, WHEELAND, SAYLOR, COX, MOUL,
KEEFER, KLUNK, DUSH, B. MILLER AND RADER, APRIL 3, 2020

REFERRED TO COMMITTEE ON HUMAN SERVICES, APRIL 3, 2020

AN ACT

1 Amending the act of June 13, 1967 (P.L.31, No.21), entitled "An
2 act to consolidate, editorially revise, and codify the public
3 welfare laws of the Commonwealth," in fraud and abuse
4 control, further providing for definitions, for restrictions
5 on provider charges and payments and for venue and
6 limitations on actions.

7 The General Assembly of the Commonwealth of Pennsylvania
8 hereby enacts as follows:

9 Section 1. The definitions of "provider" and "recipient" in
10 section 1401 of the act of June 13, 1967 (P.L.31, No.21), known
11 as the Human Services Code, are amended and the section is
12 amended by adding definitions to read:

13 Section 1401. Definitions.--The following words and phrases
14 when used in this article shall have, unless the context clearly
15 indicates otherwise, the meanings given to them in this section:

16 "Claim" means a request for payment under the medical
17 assistance program.

18 * * *

19 "National Provider Identifier" or "NPI" means the national

1 unique health identifier issued to a health care provider under
2 45 CFR Pt. 162 Subpt. D (relating to standard unique health
3 identifier for health care providers).

4 "Person" means any individual, facility or entity.

5 * * *

6 "Provider" means any individual [or], medical facility or
7 entity which [signs an agreement with the department to
8 participate in the medical assistance program, including, but
9 not limited to, licensed practitioners, pharmacies, hospitals,
10 nursing homes, clinics, home health agencies and medical
11 purveyors.] provides goods or services reimbursable under the
12 medical assistance program.

13 * * *

14 "Recipient" means an [eligible person who receives medical
15 assistance from a participating provider.] individual who
16 receives goods or services from a provider reimbursable under
17 the medical assistance program.

18 "Record" means any of the following:

19 (1) Any document in written, electronic or any other format
20 retained by a provider under the medical assistance program,
21 including, but not limited to, medical, professional, financial
22 or business documents which relate to:

23 (i) the treatment or care of a recipient;

24 (ii) goods or services provided to a recipient; or

25 (iii) rates paid for goods or services provided to a
26 recipient.

27 (2) Any document in written, electronic or any other format
28 that is required by the rules or regulations of the department
29 to be retained by a provider under the medical assistance
30 program.

1 * * *

2 "State Provider Identifier" or "SPI" means a unique health
3 identifier issued to a provider by the department.

4 Section 2. Section 1406 of the act is amended by adding
5 subsections to read:

6 Section 1406. Restrictions on Provider Charges and
7 Payments.--* * *

8 (c) An individual seeking to provide goods or services
9 reimbursable, in whole or in part, under the medical assistance
10 program who does not have a National Provider Identifier shall
11 register with the department and obtain a State Provider
12 Identifier prior to the provision of goods or services. Each
13 claim submitted to the department or an entity contracted with
14 the department under the medical assistance program must include
15 the NPI or SPI of the individual providing the goods or
16 services.

17 (d) The department shall create and implement a standardized
18 training program for individuals providing goods or services for
19 which a claim will be submitted using an SPI. An individual must
20 enroll in the standardized training at the time of application
21 for an SPI. The standardized training must be successfully
22 completed prior to the individual providing goods or services
23 reimbursable under the medical assistance program. The
24 standardized training shall:

25 (1) be specific to the type of goods or services to be
26 provided;

27 (2) focus on the required level of care to be provided;

28 (3) indicate the goods or services to be provided that may
29 be properly claimed for reimbursement;

30 (4) provide contact information for the agency which is the

1 local provider of protective services; and
2 (5) provide information on procedures for reporting
3 suspected fraud relating to the medical assistance program.

4 (e) (1) All claims submitted, whether to the department or
5 any entity contracted with the department under the medical
6 assistance program, must include the following:

7 (i) the NPI or SPI issued to the individual delivering the
8 goods or services to the recipient;

9 (ii) the Medicaid provider number for the provider;

10 (iii) each date goods or services were provided; and

11 (iv) the start and end time for each service provided.

12 (2) The requirements of paragraph (1)(i) and (iv) do not
13 apply to per diem claims.

14 Section 3. Section 1411 of the act is amended to read:

15 Section 1411. Venue and Limitations on Actions.--(a) Any
16 civil actions or criminal prosecutions brought pursuant to this
17 act for violations hereof shall be commenced within five years
18 [of] after the date the violation or violations occur. [In
19 addition, any such actions or prosecutions may be brought in any
20 county where the offender has an office or place of business or
21 where claims and payments are processed by the Commonwealth or
22 where authorized by the Rules of the Pennsylvania Supreme
23 Court.]

24 (b) A civil action or criminal prosecution brought under
25 this act may be brought in any of the following:

26 (1) A county where the alleged offender has an office or
27 place of business.

28 (2) A county where claims or payments are processed by the
29 Commonwealth or the Commonwealth's contractor or a
30 subcontractor.

1 (3) The county in which the records are submitted.

2 (4) The county where the goods or services are alleged to
3 have been provided.

4 (5) Any county authorized by the Pennsylvania Rules of
5 Criminal Procedures or other applicable rule of court for the
6 conduct of civil actions on criminal prosecutions.

7 Section 4. The department shall promulgate rules and
8 regulations necessary to implement the provisions of this act in
9 a manner which:

10 (1) Does not interrupt the provision of care to
11 recipients enrolled under the medical assistance program.

12 (2) Provides a reasonable amount of time for current
13 providers participating in the medical assistance program to
14 comply with the provisions of this act while still
15 participating in the program.

16 Section 5. This act shall take effect in 90 days.