

**AMENDMENT TO THE AMENDMENT IN THE
NATURE OF A SUBSTITUTE TO H.R. 2646
OFFERED BY M____.**

Add at the appropriate place the following:

**1 SEC. 5____. OPTIONAL LIMITED COVERAGE OF INPATIENT
2 SERVICES FURNISHED IN INSTITUTIONS FOR
3 MENTAL DISEASES.**

4 Section 1903(m)(2) of the Social Security Act (42
5 U.S.C. 1396b(m)(2)) is amended by adding at the end the
6 following new subparagraph:

7 “(I)(i) Notwithstanding the limitation
8 specified in the subdivision (B) following para-
9 graph (29) of section 1905(a), beginning on the
10 date of the enactment of this subparagraph, a
11 State may provide, as part of the monthly
12 capitated payment made by the State under
13 this title to a medicaid managed care organiza-
14 tion or a prepaid inpatient health plan (as de-
15 fined in section 438.2 of title 42, Code of Fed-
16 eral Regulations (or any successor regulation)),
17 for payment for limited inpatient psychiatric
18 hospital services provided by such organization
19 or health plan, at the option of the individual

1 receiving such services, in lieu of services cov-
2 ered under the State plan during the month for
3 which the payment is made.

4 “(ii) In this subparagraph, the term ‘lim-
5 ited inpatient psychiatric hospital services’
6 means the services described in subparagraphs
7 (A) and (B) of section 1905(h)(1)—

8 “(I) that are furnished to individuals
9 over 21 years of age and under 65 years
10 of age in an institution for mental diseases
11 (as defined in section 1905(i)) that is an
12 inpatient hospital facility or a sub-acute
13 care facility providing crisis residential
14 services (as defined by the Secretary); and

15 “(II) for which the length of stay in
16 such an institution is for a short-term stay
17 of not more than 15 days during the
18 month for which the capitated payment re-
19 ferred to in clause (i) is made.”.

