



Section: Customer Service	Procedure Name: Adverse Benefit Determination Procedure	Procedure #: P06.04.02
Overarching Policy: 06.04 Customer Grievance Systems & Second Opinions		
Owner: Customer Services Manager	Reviewed By: Sarah Ameter	Total Pages: 4
Required By: <input checked="" type="checkbox"/> BBA <input checked="" type="checkbox"/> MDHHS <input type="checkbox"/> NCQA <input type="checkbox"/> Other (please specify): —	Final Approval By: <i>Sarah Ameter</i>	Date Approved: Jul 10, 2020
Application: <input checked="" type="checkbox"/> SWMBH Staff/Ops <input type="checkbox"/> Participant CMHSPs <input type="checkbox"/> SUD Providers <input type="checkbox"/> MH/IDD Providers <input type="checkbox"/> Other (please specify): _____	Line of Business: <input checked="" type="checkbox"/> Medicaid <input type="checkbox"/> Other (please specify): _____ <input checked="" type="checkbox"/> Healthy Michigan <input checked="" type="checkbox"/> SUD Block Grant <input checked="" type="checkbox"/> SUD Medicaid <input type="checkbox"/> MI Health Link	Effective Date: 7/1/2020

Policy: 06.04 Customer Grievance Systems & Second Opinions

Purpose: This procedure addresses the process for notifying customers and contracted providers of the denial of requested Substance Use Disorder (SUD) or Mental Health services as determined by Southwest Michigan Behavioral Health (SWMBH) Utilization Management staff or Medical Director. This procedure is for internal use at SWMBH.

Scope: Customer Services and Utilization Management

Responsibilities: SWMBH Customer Service and Utilization Management (UM) staff shall ensure compliance with the standards and guidelines outlined in this procedure and guiding documents including contractual agreements and regulatory requirements.

Definitions: See policy 06.04 Customer Grievance Systems

Procedure:

A. Medical Necessity Denial

1. A clinical decision is made to deny Medicaid services using medical necessity criteria.
2. UM Staff will provide information to customer service to be included in the Adverse Benefit Determination (ABD) notice.
 - a. Information must include: member name and address, member’s Medicaid ID number, customer’s chart number, type of service(s) denied, name and credentials of staff making the



determination, effective date, clinical rationale for determination, any treatment recommendations, and the medical necessity criteria used for making the determination.

b. Customer service will complete the ABD based on the information provided and will mail the notice to the customer or representative (parent of a minor, guardian, etc.) according to the timeframes and ABD requirements stated in policies 6.4 Customer Grievance Systems and 4.3 Service Authorization Outlier Management.

i. If an extension of the timeframe for authorization decision is needed, the ABD will be sent no later than the date the extension expires. See Extension of Authorization Decisions below.

3. The ABD will include required information for the member regarding their due process and appeal rights as described in policy 6.4 Customer Grievance Systems.

4. A copy of the ABD notice will be uploaded to the customer's electronic file.

5. If a provider is making the request for services on behalf of the customer, the provider will be notified of the denial, reduction, suspension, or termination verbally or in writing.

a. If verbally, customer service will document the date/time of notification in the electronic record.

b. If in writing, customer service will save a copy of the provider denial notice in the electronic record.

B. Extension of Authorization Decisions

1. If an authorization decision cannot be made within the prescribed timeframes, UM staff may determine the need for an extension of the timeframe. The extension may not exceed 14 additional days from the original due date.

2. SWMBH may extend the timeframes for authorization decisions and notice only when:

a. The customer or provider requests an extension, or

b. If SWMBH can justify to MDHHS and/or CMS that the extension is in the customer's best interest; and

c. There is a reasonable likelihood that receipt of such information would lead to approval of the request, if received; and

d. Such outstanding information is reasonably expected to be received within the extension timeframe.

3. UM staff will notify customer services of the need for an extension of the timeframe for an authorization decision.

a. UM staff will include member name and address, the type of service(s) requested, the date service(s) were first request, the rational of the need for an extension, and the date that the extension will expire.

4. Customer service will provide the customer or authorized representative (parent of a minor, guardian, etc.) with written notice of the reason for the decision to extend the timeframe and include information on their right to file a grievance regarding the extension.

5. UM staff will make a decision on the authorization as expeditiously as the customer's health condition requires and the ABD notice will be issued no later than the date the extension expires.



Effectiveness Criteria: Effectiveness of this procedure will be measured by complete documentation and timely processing of customer notification of denials, suspensions, reductions, or terminations of service.

References: 06.04 Customer Grievance Systems & Second Opinions
04.03 Service Authorization Outlier Management (URAC)

Attachments: None

Revision History

Revision #	Revision Date	Revision Location	Revision Summary	Revisor
0	7/1/2020		New procedure	H. Woods






P06.04.02 Adverse Benefit Determination

Final Audit Report

2020-07-10

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