

- 1 HB75
- 2 ZU3MKRW-1
- 3 By Representative Clarke
- 4 RFD: Health
- 5 First Read: 04-Feb-25
- 6 PFD: 06-Jan-25



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| 4 | SYNOPSIS: |
| 5 | There are no provisions in existing law |
| 6 | governing the repair of wheelchairs. |
| 7 | This bill would impose a duty on wheelchair |
| 8 | dealers to repair wheelchairs in a timely manner, with |
| 9 | explicit disciplinary authority given to the Board of |
| 10 | Home Medical Equipment for repeated failure to do so. |
| 11 | This bill would require Medicaid to cover the |
| 12 | cost of a customized wheelchair when medically |
| 13 | necessary. |
| 14 | This bill would eliminate any requirement for a |
| 15 | new prescription or prior authorization for the repair |
| 16 | of a wheelchair from Medicaid or private health |
| 17 | insurance when the wheelchair is less than seven years |
| 18 | old. |
| 19 | This bill would also require wheelchair dealers |
| 20 | who contract with Medicaid to submit annual reports to |
| 21 | the Medicaid Agency concerning wheelchair repairs. |
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| 24 | A BILL |
| 25 | TO BE ENTITLED |
| 26 | AN ACT |
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| 28 | Relating to wheelchairs; to add Section 34-14C-3.1 to |

Relating to wheelchairs; to add Section 34-14C-3.1 to



- the Code of Alabama 1975, and to amend Section 34-14C-6, Code
- of Alabama 1975, to provide the Board of Home Medical
- 31 Equipment with authority to discipline licensees who fail to
- 32 repair wheelchairs in a timely manner; to provide standards
- for timely repair of wheelchairs; to require Medicaid to cover
- 34 the cost of customized wheelchairs when medically necessary;
- 35 to limit the requirement of prior authorization by Medicaid or
- 36 private health insurance for repair of certain wheelchairs;
- 37 and to impose a reporting requirement on Medicaid wheelchair
- 38 contractors.
- 39 BE IT ENACTED BY THE LEGISLATURE OF ALABAMA:
- Section 1. Section 34-14C-3.1 is added to the Code of
- 41 Alabama 1975, to read as follows:
- 42 \$34-14C-3.1
- 43 (a) For the purposes of this section, the following
- 44 terms have the following meanings:
- 45 (1) AUTHORIZED WHEELCHAIR DEALER. A home medical
- 46 equipment services provider that sells or leases wheelchairs,
- 47 including customized wheelchairs.
- 48 (2) CONSUMER. The individual who uses a wheelchair,
- including a customized wheelchair, in his or her place of
- residence, regardless of whether the purchase or lease of the
- 51 wheelchair is funded in whole or in part by the consumer or by
- 52 private or public health insurance.
- 53 (3) CUSTOMIZED WHEELCHAIR. A medically necessary manual
- or motorized wheelchair that is individually configured for
- 55 the consumer with specialized equipment that requires
- 56 evaluation, configuration, fitting, adjustment, programming,



- 57 and long-term maintenance and repair services.
- 58 (4) TIMELY REPAIR. No later than 10 business days after
- 59 the date of request for repair is received from a consumer,
- of unless any of the following apply:
- a. The consumer fails to make the wheelchair available
- 62 for repair.
- b. Prior authorization required from private or public
- 64 health insurance is not received.
- 65 c. Parts necessary for repair of the wheelchair have
- 66 not been received.
- (5) WHEELCHAIR. A manual or motorized wheeled device,
- 68 including a customized wheelchair, that enhances the mobility
- or positioning of a consumer.
- 70 (b) (1) An authorized wheelchair dealer who sells or
- 71 leases a wheelchair, including a customized wheelchair, shall
- 72 make timely repair of the wheelchair.
- 73 (2) Upon request, an authorized wheelchair dealer who
- 74 sells or leases a customized wheelchair shall make timely
- 75 repair of the wheelchair at the consumer's residence if it is
- 76 reasonable under the circumstances.
- 77 (3) An authorized wheelchair dealer shall do all of the
- 78 following:
- 79 a. Maintain and advertise an electronic mail address
- and a phone number so that a consumer may request a repair.
- 81 b. Respond to a request for wheelchair repair no later
- than one business day after the date of the request.
- 83 c. Order parts for a repair no later than three
- 84 business days after assessing the need for the repair or after



- receiving prior authorization from private or publicly funded health insurance.
- (c) (1) On and after October 1, 2025, the board shall
- 88 conspicuously post on its website an electronic mail address
- and phone number to receive complaints regarding timely repair
- 90 issues.
- 91 (2) Upon receiving a complaint pursuant to this
- 92 section, the board may inspect any authorized wheelchair
- 93 dealer for cause pursuant to Section 34-14C-4.
- 94 Section 2. Section 34-14C-6, Code of Alabama 1975, is
- 95 amended to read as follows:
- 96 "\$34-14C-6
- 97 (a) The board may deny, suspend, or revoke a license as
- 98 provided in this section.
- 99 (b) A license may not be denied, suspended, or revoked
- 100 except by majority vote of the board and with prior notice and
- 101 opportunity for hearing in accordance with this chapter and
- 102 the Alabama Administrative Procedure Act.
- 103 (c) The board may institute a hearing for denial,
- suspension, or revocation of a license, or any person may file
- a written complaint with the board seeking the denial,
- 106 suspension, or revocation of an application for licensure or
- 107 license issued by the board or the investigation of any
- 108 unlicensed person or entity providing home medical equipment
- 109 services. The complaint shall be in a form prescribed by the
- 110 board.
- 111 (d) A copy of the charges, including notice of the time
- and place of hearing, shall be served by certified mail,

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113 return receipt requested, at least 21 days before the 114 scheduled hearing date to the most recent address of the 115 applicant or licensee on file with the board, or to the last 116 known address of any unlicensed person or entity providing 117 home medical equipment services. If the notice and opportunity 118 for hearing is refused or the return receipt has not been received by the board within 10 days before the scheduled 119 120 hearing, the applicant, licensee, or unlicensed person or 121 entity may be served by mailing the charges and notice by first class mail, at least seven days before the hearing date, 122 123 to the most recent address on file with the board, or to the last known address of the unlicensed person or entity 124 125 providing home medical equipment services.

- (e) The board may invoke disciplinary action as outlined in subsection (f) whenever it is established to the satisfaction of the board, after a hearing held in accordance with this chapter and the Alabama Administrative Procedure Act, that any person is guilty of any of the following acts:
 - (1) Violation of this chapter or a rule of the board.
- 132 (2) Making a material misrepresentation in furnishing 133 information to the board.

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- 134 (3) Making a misrepresentation to obtain licensure or 135 to otherwise violate this chapter.
- (4) Conviction of or entry of a plea of guilty or nolo
 contendere to any crime that is a felony under the laws of the
 United States, or any state or territory of the United States,
 or to any crime that is a misdemeanor, if an essential element
 of the crime is dishonesty or is directly related to providing



- 141 home medical equipment services.
- 142 (5) Gross negligence or gross misconduct in providing
- 143 home medical equipment services.
- 144 (6) Aiding, assisting, or willingly permitting another
- 145 person to violate any provision of this chapter or rule of the
- 146 board.
- 147 (7) Failing, within 30 days, to provide information in
- 148 response to a written request of the board.
- 149 (8) Failing to cooperate with an inspection or with an
- investigation conducted by the board.
- 151 (9) Engaging in dishonorable, unethical, or
- unprofessional conduct of a character likely to deceive,
- defraud, or harm the public.
- 154 (10) Denial, revocation, suspension, or restriction of
- a license in another state or jurisdiction to provide home
- 156 medical equipment services for a reason other than failure to
- 157 renew the license.
- 158 (11) Directly or indirectly giving to or receiving from
- any person, partnership, corporation, or other legal entity
- any fee, commission, rebate, or other form of compensation for
- services not actually or personally rendered.
- 162 (12) A finding that a licensee on probationary status
- has violated the terms of the probation.
- 164 (13) Willfully making or filing false records, reports,
- or billings in the course of providing home medical equipment
- 166 services including, but not limited to, false records,
- 167 reports, or billings filed with state or federal agencies or
- departments.



- 169 (14) The use of any words, abbreviations, figures, or
 170 letters with the intention of indicating practice as a home
 171 medical equipment services provider without having first
 172 obtained a license from the board.
- 173 (15) Failure to comply with state or federal laws and 174 regulations concerning home medical equipment services 175 providers.
- 176 (16) Solicitation of home medical equipment services 177 using false or misleading advertising.
- 178 (17) Failure to display a license in accordance with 179 this chapter.
- (18) Failure to report a change of name, address,

 control, ownership, or administration to the board within 30

 days after the date of change.
- 183 (19) Repeated failure to make timely repair of a wheelchair as provided in Section 34-14C-3.1.
 - (f) When the board finds any person guilty of any of the grounds set forth in subsection (e), the board may enter an order imposing one or more of the following penalties:
- 188 (1) A letter of reprimand.

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- 189 (2) Imposition of probation for a period of time and
 190 subject to such conditions as may be prescribed by the board.
- 191 (3) Denial of an application for an initial or renewal 192 license.
- 193 (4) Suspension of a license for a period of time 194 established by the board, with or without automatic 195 reinstatement.
- 196 (5) Revocation of a license.



- 197 (6) Payment of restitution to each consumer negatively
 198 affected by the prohibited act. Proof of such restitution
 199 shall be a signed and notarized release executed by the
 200 consumer or the estate of the consumer.
- 201 (7) Assessment of the costs of the disciplinary 202 proceedings.

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- 203 (g) Failure to comply with any final order of the board 204 is also cause for suspension or revocation of a license. The 205 board may suspend or revoke any license which has been issued 206 based on false or fraudulent representations.
- 207 (h) The board may informally resolve any alleged
 208 violation of this chapter or rule of the board by stipulation,
 209 agreed settlement, or consent order, in lieu of an
 210 administrative hearing.
 - (i) Any entity or person found to be providing home medical equipment services without a license as required by this chapter shall be subject to an administrative fine of up to one thousand dollars (\$1,000) per day that services were provided without a license. Funds collected pursuant to this chapter shall be allocated to the administration of the program.
- (j) Any entity or person found to be providing home
 medical equipment services without a license as required by
 this chapter may be administratively enjoined by the board
 from providing services until such time as the entity or
 person complies with this chapter.
- 223 (k) In addition to any other disciplinary action 224 authorized by this chapter, the board may levy and collect

administrative fines for violations of this chapter or the rules or standards of the board in an amount of up to one thousand dollars (\$1,000) for each violation.

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- (1) Any person or entity violating this chapter, upon conviction, shall be guilty of a Class A misdemeanor, and subject to fine or imprisonment, or both.
- 231 (m) Any entity or person subject to the penalties
 232 prescribed by subsections (i) and (j) may pursue an appeal
 233 through the board according to rules promulgated adopted by the
 234 board.
- 235 (n) Any hearings related to matters before the board 236 shall be conducted in Montgomery County.
 - (o) In addition to any other penalty or disciplinary action authorized by this chapter, the board may seek an injunction against any person or entity found in violation of this chapter. In an action for an injunction, the board may demand and recover a civil penalty of fifty dollars (\$50) per day for each violation, reasonable attorney fees, and court costs. No civil penalty shall be awarded to the board if an administrative fine is assessed pursuant to subsection (i).
 - (p) Upon the revocation or suspension of a license, the licensee shall immediately surrender the license to the board, and if the licensee fails to do so, the board may seize the license.
- 249 (q) Any person aggrieved by an adverse action of the 250 board may appeal the action to the Circuit Court of Montgomery 251 County in accordance with the Alabama Administrative Procedure 252 Act."



- Section 3. (a) As used in this section, the following words have the following meanings:
- 255 (1) AGENCY. The Alabama Medicaid Agency.
- 256 (2) AUTHORIZED WHEELCHAIR DEALER. As defined in Section
- 257 34-14C-3.1, Code of Alabama 1975.
- 258 (3) COMMISSIONER. The Commissioner of the Alabama
- 259 Medicaid Agency.
- 260 (4) CUSTOMIZED WHEELCHAIR. As defined in Section
- 34-14C-3.1, Code of Alabama 1975, for a Medicaid recipient
- 262 with a disability who is unable to achieve maximum mobility
- 263 with a standard wheelchair.
- 264 (5) TIMELY REPAIR. As defined in Section 34-14C-3.1,
- 265 Code of Alabama 1975.
- 266 (6) WHEELCHAIR. As defined in Section 34-14C-3.1, Code
- 267 of Alabama 1975.
- 268 (b) A customized wheelchair shall be covered under
- 269 Medicaid only if it is medically necessary, and a standard
- 270 wheelchair does not meet the recipient's needs as determined
- 271 by the agency.
- 272 (c) The commissioner shall not require a new
- 273 prescription or prior authorization for the medically
- 274 necessary repair of a customized wheelchair unless the
- 275 original prescription or authorization for the customized
- 276 wheelchair is more than: (i) five years old in the case of a
- 277 Medicaid recipient who is under 21 years of age; or (ii) seven
- 278 years old in the case of a Medicaid recipient who is 21 years
- 279 of age or older.
- 280 (d) No later than September 30, 2026, and annually



- thereafter, an authorized wheelchair dealer that contracts
- 282 with the agency to sell or lease wheelchairs to Medicaid
- 283 recipients shall submit a report concerning timely repair to
- the commissioner that includes for each repair request all of
- 285 the following information:
- 286 (1) The number of days to initially respond to the
- 287 request.
- 288 (2) The number of days to conduct a repair assessment.
- 289 (3) Whether the repair assessment was made at the
- 290 recipient's residence, the repair facility, remotely, or
- another location.
- 292 (4) If prior authorization to make the repair was
- 293 necessary, the number of days to receive the agency
- 294 determination.
- 295 (5) The number of days from the repair assessment to
- 296 order a replacement part.
- 297 (6) The number of days from the repair assessment to
- 298 complete repair of the wheelchair, including the number of
- 299 days to receive any replacement part ordered.
- 300 (7) Whether the repair was completed at the recipient's
- 301 residence, the repair facility, or another location.
- 302 (e) The commissioner shall seek any federal approval
- 303 necessary, including amendment of the state Medicaid plan or
- 304 application for a waiver, to implement this section.
- 305 (f) The commissioner shall adopt any rules or forms to
- 306 implement this section.
- 307 Section 4. (a) As used in this section, the following
- 308 words have the following meanings:



| 309 | (1) | CUSTOMIZED | WHEELCHAIR. | As | defined | in | Section |
|-----|------------|------------|-------------|----|---------|----|---------|
| 310 | 34-140-3 1 | Code of A | lahama 1975 | | | | |

- (2) HEALTH BENEFIT PLAN. a. Any plan, policy, or

 contract issued, delivered, or renewed in this state that

 provides health coverage that includes payment for

 hospitalization, physician care, treatment, surgery, therapy,

 drugs, equipment, and any other medical expense, regardless of

 the following:
 - 1. Whether the plan, policy, or contract is provided by a health care insurer, health maintenance organization established under Chapter 21A of Title 27, Code of Alabama 1975, health care services plan established under Chapter 20 of Title 10A, Code of Alabama 1975, or any other entity that pays for, purchases, or reimburses for health care services.
 - 2. Whether the plan is for a group or an individual.
 - b. The term does not include accident-only, specified disease, individual hospital indemnity, credit, dental-only, Medicare supplement, long-term care, disability income, or other limited benefit health insurance policies, or coverage issued as supplemental to liability insurance, workers' compensation, or automobile medical payment insurance.
 - (b) Every health benefit plan issued, delivered, or renewed on and after January 1, 2026, may not require a new prescription or prior authorization for the medically necessary repair or replacement of a customized wheelchair unless the original prescription is more than five years old.
- 335 Section 5. This act shall become effective on October 336 1, 2025.