State of Hawaii Department of Human Services MED-QUEST DIVISION

MEDICAID STATE PLAN
SPA MEMO NO.: 24-08
DATE: 08/08/25

ORIGINATOR: POLICY AND PROGRAM DEVELOPMENT OFFICE

TO: Custodian of Med-QUEST Division Medicaid State Plan

FROM: Judy Mohr Peterson, PhD

Med-QUEST Division Administrator

SUBJECT: APPROVAL OF AMENDMENT UNDER THE MEDICAID STATE PLAN

EXPLANATION:

The State of Hawaii received approval from the Centers for Medicare & Medicaid Services (CMS) for State Plan Amendment (SPA) Number 24-0008 "Third Party Liability Requirements-2024" on July 9, 2025, effective January 1, 2024.

Section 202 of the Consolidated Appropriates Act of 2022 requires state Medicaid programs to have state laws in place that bar responsible third-party payers, other than Medicare plans from refusing payment for an item or service solely on the basis that the item or service that did not receive prior authorization under the third-party payer's rules. It also modifies the requirement for a third-party payer to respond to a state inquiry regarding a health claim that is submitted no later than three years after the provision of the item or services to specify that the third party must respond within sixty days of receiving the inquiry. Med-QUEST submitted SB1411 legislative approval to meet the requirements. SB1411 was signed into law (Act 059) on May 15, 2025.

FILING INSTRUCTIONS:

Review and file the new Medicaid State Plan page in your Medicaid State Plan Manual as follows:

Supplement to Attachment 4.22-A

Remove OLD Supplement to Attachment 4.22-A pg. 1.
Replace with amended Supplement to Attachment 4.22-A pg. 1.

Please keep approved SPA 24-0008 package and supporting documentation for your records.

The Med-QUEST Division amendment described above has been incorporated into the electronic version of the Medicaid State Plan located at the Department of Human Services website link for public transparency below:

http://humanservices.hawaii.gov/reports/hawaii-medicaid-state-plan/

Attachments

C: Attorney General's Office

Audit, Quality Control & Research Office/Quality Control Staff

Clinical Standards Office

Department of Health/Child & Adolescent Mental Health Division

Department of Health/State Planning Council Developmental Disabilities

Department of Health/Developmental Disabilities Division

Department of Human Services /Adult Protective and Community Services Branch

Department of Human Services/Policy and Program Development Office

Eligibility System Project (KOLEA)

Finance Office

Hawaii Document Center/HI State Library

Hawaii Legislative Reference Bureau Library

Health Care Services Branch

Legal Aid Society of Hawaii

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State:	Hawaii

STATE LAWS REQUIRING THIRD PARTIES TO PROVIDE COVERAGE ELIGIBILITY AND CLAIMS DATA

1902(a)(25)(I)

The State has in effect laws that require third parties to comply with the provisions, including those which require third parties to provide the State with coverage, eligibility and claims data. These laws comply with the provisions of Section 202 of the Consolidated Appropriations Act of 2022.