

State of Arkansas  
95th General Assembly  
Regular Session, 2025

# A Bill

HOUSE BILL 1559

By: Representative McGrew

By: Senator J. Boyd

## For An Act To Be Entitled

AN ACT TO REQUIRE THE DEPARTMENT OF HUMAN SERVICES TO  
SEEK A WAIVER TO THE ARKANSAS MEDICAID PROGRAM FOR  
COVERAGE FOR INPATIENT TREATMENT SERVICES FOR  
SUBSTANCE USE DISORDERS; AND FOR OTHER PURPOSES.

## Subtitle

TO REQUIRE THE DEPARTMENT OF HUMAN  
SERVICES TO SEEK A WAIVER TO THE  
ARKANSAS MEDICAID PROGRAM FOR COVERAGE  
FOR INPATIENT TREATMENT SERVICES FOR  
SUBSTANCE USE DISORDERS.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. Arkansas Code Title 20, Chapter 77, Subchapter 1, is amended to add an additional section to read as follows:

20-77-154. Inpatient treatment for substance use disorder –  
Legislative findings.

(a) The General Assembly finds that:

(1) Substance use disorder is a significant public health concern in this state;

(2) Inpatient treatment for substance use disorders is an essential component of comprehensive care;

(3) Currently, inpatient treatment for substance use disorder is primarily funded through federal block grants; and

(4) Expanding coverage in the Arkansas Medicaid Program for inpatient treatment for substance use disorder could improve access to care



and patient outcomes in this state.

(b) The Department of Human Services shall:

(1)(A) Develop and submit an application to the Centers of Medicare & Medicaid Services for a demonstration waiver under section 1115 of the Social Security Act, as in effect January 1, 2025, for exclusion of institutions for mental diseases for inpatient treatment services of substance use disorder within the program.

(B) The application described in subdivision (b)(1)(A) of this section shall:

(i) Allow coverage for inpatient treatment of substance use disorder in facilities that qualify as institutions for mental diseases;

(ii) Expand access to medication-assisted treatment for opioid use disorder;

(iii) Improve care coordination for beneficiaries with substance use disorder; and

(iv) Develop intensive outpatient services designed to reduce the need for inpatient treatment services;

(2) Consult with relevant stakeholders, including substance use disorder treatment providers, patient advocacy groups, and behavioral health experts in developing the waiver application described in subdivision (b)(1)(A) of this section;

(3) Implement expanded coverage and services as authorized and approved by the Centers for Medicare & Medicaid Services; and

(4) Report annually to the General Assembly on the status of the waiver application described under subdivision (b)(1)(A) of this section, the implementation progress, and outcomes of the expanded coverage.

**APPROVED: 4/16/25**