

February 11, 1998

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# ENGROSSED HOUSE BILL No. 1156

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DIGEST OF HB1156 (Updated February 9, 1998 12:05 pm - DI 88)

**Citations Affected:** None (noncode).

**Synopsis:** Medicaid oversight committee. Establishes the select joint committee on Medicaid oversight to study and investigate matters relating to provider claims for payment under the Medicaid system, establishment of a case mix reimbursement system for nursing facilities, and any other matter relating to Indiana's Medicaid program. Provides that the committee will remain in existence until December 31, 1999. Requires the office of Medicaid policy and planning to submit a contract to the committee and to the state budget committee if the office of Medicaid policy and planning awards a contract for processing provider claims for payment before January 1, 1999. Requires the contractor of the office of Medicaid policy and planning with responsibility for processing provider claims for payment to review actual expenditures of the Medicaid program based on claims that are processed by the contractor and to report the information on an ongoing basis to the select joint committee on Medicaid oversight.

**Effective:** January 31, 1998 (retroactive).

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## Bailey, Crawford, Becker, Frizzell

(SENATE SPONSORS — MILLER, SIMPSON, MEEKS)

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January 8, 1998, read first time and referred to Committee on Public Policy, Ethics and Veterans Affairs.

January 22, 1998, reported — Do Pass.

January 26, 1998, read second time, ordered engrossed. Engrossed.

January 27, 1998, read third time, passed. Yeas 96, nays 1.

SENATE ACTION

January 30, 1998, read first time and referred to Committee on Planning and Public Services.

February 10, 1998, amended, reported favorably — Do Pass.

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EH 1156—LS 6982/DI 88+



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February 11, 1998

Second Regular Session 110th General Assembly (1998)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in **this style type**, and deletions will appear in ~~this style type~~.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or ~~this style type~~ reconciles conflicts between statutes enacted by the 1997 General Assembly.

## ENGROSSED HOUSE BILL No. 1156

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A BILL FOR AN ACT concerning human services.

*Be it enacted by the General Assembly of the State of Indiana:*

- 1 SECTION 1. [EFFECTIVE JANUARY 31, 1998  
2 (RETROACTIVE)] (a) As used in this SECTION, "committee"  
3 refers to the select joint committee on Medicaid oversight  
4 established by this SECTION.  
5 (b) As used in this SECTION, "office" refers to the office of  
6 Medicaid policy and planning.  
7 (c) The select joint committee on Medicaid oversight is  
8 established.  
9 (d) The committee consists of twelve (12) voting members  
10 appointed as follows:  
11 (1) Six (6) members shall be appointed by the president pro  
12 tempore of the senate, not more than three (3) of whom may  
13 be from the same political party.  
14 (2) Six (6) members shall be appointed by the speaker of the  
15 house of representatives, not more than three (3) of whom  
16 may be from the same political party.  
17 (e) A vacancy on the committee shall be filled by the appointing

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- 1 authority.
- 2 (f) The president pro tempore of the senate shall appoint a
- 3 member of the committee to serve as chairman of the committee
- 4 from January 31, 1998, until December 31, 1998.
- 5 (g) The speaker of the house of representatives shall appoint a
- 6 member of the committee to serve as chairman of the committee
- 7 from January 1, 1999, until December 31, 1999.
- 8 (h) The committee shall meet at the call of the chairman.
- 9 (i) The committee shall study, investigate, and oversee the
- 10 following:
- 11 (1) Whether the contractor of the office under IC 12-15-30
- 12 that has responsibility for processing provider claims for
- 13 payment under the Medicaid program has properly
- 14 performed the terms of the contractor's contract with the
- 15 state.
- 16 (2) Legislative and administrative procedures that are needed
- 17 to eliminate Medicaid claims reimbursement backlogs, delays,
- 18 and errors.
- 19 (3) The establishment and implementation of a case mix
- 20 reimbursement system designed for Indiana Medicaid
- 21 certified nursing facilities developed by the office.
- 22 (4) Any other matter related to Medicaid.
- 23 (j) If the office awards a contract for processing provider claims
- 24 for payment before January 1, 1999, the office shall submit the
- 25 contract to the:
- 26 (1) committee; and
- 27 (2) budget committee established by IC 4-12-1-3;
- 28 for review before signing the contract or a document related to the
- 29 contract.
- 30 (k) The committee is under the jurisdiction of the legislative
- 31 council. The legislative services agency shall provide staff support
- 32 to the committee.
- 33 (l) Unless specifically authorized by the legislative council, the
- 34 chairman may not create subcommittees.
- 35 (m) The committee may not recommend proposed legislation to
- 36 the general assembly unless the proposed legislation is approved by
- 37 a majority of the voting members appointed to serve on the
- 38 committee. All votes taken by the committee must be:
- 39 (1) by roll call vote; and
- 40 (2) recorded.
- 41 (n) This SECTION expires December 31, 1999.
- 42 SECTION 2. [EFFECTIVE JANUARY 31, 1998

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1 (RETROACTIVE)] (a) As used in this SECTION, "committee"  
2 refers to the select joint committee on Medicaid oversight  
3 established by this act.  
4 (b) The contractor of the office of Medicaid policy and planning  
5 under IC 12-15-30 that has responsibility for processing provider  
6 claims for payment under the Medicaid program shall:  
7 (1) review actual expenditures of the Medicaid program based  
8 on claims that are processed by the contractor; and  
9 (2) provide oral and written reports on the expenditures to the  
10 committee:  
11 (A) in a manner and format proposed by the committee;  
12 and  
13 (B) whenever requested by the committee.  
14 (c) This SECTION expires December 31, 1999.  
15 SECTION 3. An emergency is declared for this act.

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COMMITTEE REPORT

Mr. Speaker: Your Committee on Public Policy, Ethics and Veterans Affairs, to which was referred House Bill 1156, has had the same under consideration and begs leave to report the same back to the House with the recommendation that said bill do pass.

BAILEY, Chair

Committee Vote: yeas 11, nays 0.

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COMMITTEE REPORT

Mr. President: The Senate Committee on Planning and Public Services, to which was referred House Bill 1156, has had the same under consideration and begs leave to report the same back to the Senate with the recommendation that said bill be AMENDED as follows:

Page 1, line 2, delete ":-".

Page 2, line 14, delete "of Indiana".

Page 2, line 22, delete "extends, reauthorizes, or renegotiates the" and insert "**awards a**".

Page 2, line 42, delete ":-".

and when so amended that said bill do pass.

(Reference is to House Bill 1156 as printed January 23, 1998.)

JOHNSON, Chairperson

Committee Vote: Yeas 7, Nays 0.

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