

# HOUSE BILL No. 1298

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## DIGEST OF INTRODUCED BILL

**Citations Affected:** IC 12-15-14-2; IC 12-15-15-5.

**Synopsis:** Medicaid reimbursement. Provides that Medicaid payments to nursing facilities must be determined in accordance with federal law. (Current law provides that these payments must be reasonable and adequate to meet the costs that must be incurred by efficiently and economically operated facilities that provide care and services in compliance with all applicable laws and quality and safety standards.) Repeals a provision requiring that Medicaid rates paid to hospitals must be reasonable and adequate to meet the costs that must be incurred by efficiently and economically operated hospitals that provide service in compliance with all applicable laws and quality and safety standards.

**Effective:** Upon passage.

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**Moses**

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January 13, 1998, read first time and referred to Committee on Ways and Means.

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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.

# HOUSE BILL No. 1298



A BILL FOR AN ACT to amend the Indiana Code concerning human services.

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

1 SECTION 1. IC 12-15-14-2, AS AMENDED BY P.L.257-1996,  
2 SECTION 10, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE  
3 UPON PASSAGE]: Sec. 2. (a) Payment of nursing facility services  
4 ~~under shall be determined in accordance with~~ 42 U.S.C.  
5 1396a(a)(13)(A). ~~shall be determined in accordance with a prospective~~  
6 ~~payment rate that meets the following conditions:~~

7 (1) ~~Is reasonable and adequate to meet the costs that must be~~  
8 ~~incurred by efficiently and economically operated facilities to~~  
9 ~~provide care and services in conformity with state and federal:~~

10 (A) ~~laws, rules, and regulations; and~~  
11 (B) ~~quality and safety standards.~~

12 (2) ~~Is determined in accordance with and as defined by generally~~  
13 ~~accepted accounting principles.~~

14 (b) The office may not require a provider to submit non-Medicaid  
15 revenue information in the provider's annual historical financial report.  
16 Non-Medicaid revenue information obtained by Medicaid auditors in  
17 the course of their audits may not be used for public reporting

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1 purposes.

2 (c) The office may only request complete balance sheet data that

3 applies directly to the provider's facility. Complete balance sheet data

4 acquired by the office under this subsection:

5 (1) is confidential; and

6 (2) may only be disclosed:

7 (A) in the aggregate; or

8 (B) for an individual facility;

9 if the office removes all non-Medicaid data.

10 (d) The office of the secretary shall adopt rules under IC 4-22-2 to

11 implement the reimbursement system required by this section.

12 SECTION 2. IC 12-15-15-5 IS REPEALED [EFFECTIVE UPON

13 PASSAGE].

14 SECTION 3. **An emergency is declared for this act.**

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