TITLE 405 OFFICE OF THE SECRETARY OF FAMILY AND SOCIAL SERVICES

Economic Impact Statement

LSA Document #18-546

IC 4-22-2.1-5 Statement Concerning Rules Affecting Small Businesses

The Indiana Family and Social Services Administration (FSSA) Office of Medicaid Policy and Planning (OMPP) proposes to:

- (1) Amend 405 IAC 1-1.4-3 to clarify credentialing standards.
- (2) Add 405 IAC 1-1.4-3.5 to establish credentialing criteria.

Impact on Small Business

The following section provides responses to the following questions outlined in <u>IC 4-22-2.1-5</u>:

- 1. An estimate of the number of small businesses, classified by industry sector, that will be subject to the proposed rule.
 - IC 5-28-2-6 defines a small business as a business entity that satisfies the following requirements:
 - (1) On at least fifty percent (50%) of the working days of the business entity occurring during the preceding calendar year, the business entity employed not more than one hundred fifty (150) employees.
 - (2) The majority of the employees of the business entity work in Indiana.

The OMPP estimates that out of a total of 51,495 Medicaid-enrolled providers in Indiana that are impacted by these changes, there are 41,985 providers that may meet the criteria of a small business.

2. An estimate of the average annual reporting, record keeping, and other administrative costs that small businesses will incur to comply with the proposed rule.

The proposed rule amendment revises the provider enrollment process by establishing a single, integrated enrollment and credentialing process to replace the separate enrollment and credentialing process for the fee-for-service (FFS) and managed care programs that was in place previously. The proposed rule does not impose any additional annual reporting, record keeping, or other administrative costs on small businesses in order to comply with the proposed rule. In fact, the administrative costs of small businesses may decrease due to the more efficient enrollment and credentialing process.

3. An estimate of the total annual economic impact that compliance will have on small businesses subject to the rule.

The proposed rule amendment revises the provider enrollment process by establishing a single, integrated enrollment and credentialing process to replace the separate enrollment and credentialing process for the fee-for-service (FFS) and managed care programs that was in place previously. Small businesses subject to this rule may experience a decrease in administrative costs due to the more efficient enrollment and credentialing process.

4. A statement justifying any requirement or cost that is imposed by the rule and not expressly required by law. The statement must reference any data, studies, or analyses relied upon by the agency in determining imposition of the requirement or cost is necessary.

The proposed rule amendment revises the provider enrollment process by establishing a single, integrated enrollment and credentialing process to replace the separate enrollment and credentialing process for the fee-for-service (FFS) and managed care programs that was in place previously. The proposed rule amendment will not impose any requirement or cost on small businesses in order to comply with the proposed rule.

5. Any regulatory flexibility analysis that considers any less intrusive or less costly alternative methods of achieving the same purpose.

Other factors considered:

Date: Apr 23,2024 7:11:21AM EDT

- **A.** Establishment of less stringent compliance or reporting requirements for small businesses. The rule imposes no compliance or reporting requirements for small businesses.
- B. Establishment of less stringent schedules or deadlines for compliance or reporting requirements for small businesses.

The rule has no impact on schedules or deadlines for compliance or reporting requirements for small businesses.

- **C.** Consolidation or simplification of compliance or reporting requirements for small businesses. The rule imposes no compliance or reporting requirements for small businesses.
- D. Establishment of performance standards for small businesses instead of design or operational standards imposed on other regulated entities by the rule.

The rule has no impact on performance or operational standards for small businesses.

DIN: 20190213-IR-405180546EIA

E. Exemption of small businesses from part or all of the requirements or costs imposed by the rule.

The rule imposes no requirements or costs on small businesses.

Indiana Register

If there are any programmatic or fiscal questions, please contact Audie Racine at (317) 234-4753 or at audrea.racine@fssa.in.gov. Questions regarding any other aspect of the proposed changes should be addressed to Jeremy Hoffman at (317) 234-6579 or at jeremy.hoffman@fssa.in.gov.

Posted: 02/13/2019 by Legislative Services Agency

An html version of this document.

Date: Apr 23,2024 7:11:21AM EDT DIN: 20190213-IR-405180546EIA Page 2