

STATE OF OKLAHOMA

1st Session of the 56th Legislature (2017)

SENATE BILL 658

By: Allen

AS INTRODUCED

An Act relating to the Oklahoma Medicaid Program;  
amending 63 O.S. 2011, Section 5010, which relates to  
cost-containment initiatives; broadening scope of  
certain analysis by Oklahoma Health Care Authority;  
and providing an effective date.

BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

SECTION 1. AMENDATORY 63 O.S. 2011, Section 5010, is  
amended to read as follows:

Section 5010. A. The Oklahoma Health Care Authority shall  
analyze the state-purchased and state-subsidized health care  
programs and explore options for cost containment and delivery  
alternatives for those programs that are consistent with the  
purposes of those programs, including, but not limited to:

1. Creation of economic incentives for the persons for whom the  
state purchases or subsidizes health care to appropriately utilize  
and purchase health care services, including the development of  
flexible benefit plans to offset increases in individual financial  
responsibility;

1        2. Utilization of provider arrangements that encourage cost  
2 containment and ensure access to quality care, including, but not  
3 limited to, prepaid delivery systems, utilization review, and  
4 prospective payment methods;

5        3. Coordination of state agency efforts to purchase drugs  
6 effectively;

7        4. Development of recommendations and methods for purchasing  
8 medical equipment and supporting services on a volume discount  
9 basis; ~~and~~

10       5. Development of data systems to obtain utilization data from  
11 state-purchased and state-subsidized health care programs in order  
12 to identify cost centers, utilization patterns, provider and  
13 hospital practice patterns, and procedure costs; and

14       6. Methods to reduce payments to out-of-state providers in  
15 bordering states when in-state providers are available and feasible  
16 for the delivery of health care services.

17       B. 1. The Authority shall prepare for the ~~Governor, the~~  
18 ~~Legislature and the Joint Legislative Oversight Committee for the~~  
19 ~~Oklahoma Health Care Authority~~ President Pro Tempore of the Senate,  
20 the Speaker of the House of Representatives and the Governor an  
21 annual report on the savings realized and all costs incurred in the  
22 implementation of any drug and health care services cost containment  
23 programs including, but not limited to:

1           a.    development and implementation of a drug prior  
2                   authorization list, and

3           b.    other uses of prior authorizations.

4           2.   Costs shall include direct costs such as staffing, contracts  
5 and other resources used.

6           SECTION 2.   This act shall become effective November 1, 2017.

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