

BILL SUMMARY

1st Extraordinary Session of the 56th Legislature

Bill No.:	HB1093
Version:	INT
Request Number:	50066
Author:	Rep. O'Donnell
Date:	9/27/2017
Impact:	\$1.2M one time cost, \$90-100K monthly, recurring

Research Analysis

HB 1093 directs the Oklahoma Health Care Authority to verify the initial eligibility of every applicant for Medicaid and to review eligibility-related information on a quarterly basis, with the exception of individuals eligible under the Tax Equity and Fiscal Responsibility Act of 1982 and those with intellectual disabilities receiving Home and Community-Based waiver services. The measure requires the authority to contract with an independent vendor to provide the information used to determine eligibility and specifies that the contract must establish annualized savings that exceed the total cost of the contract. Finally, the bill requires that applicants complete an identity authentication process.

Prepared By: Marcia Goff

Fiscal Analysis

From OHCA:

Identity Authentication / Fraud Check

1. One-time cost: \$1.2million (likely to get 75% fed match)
 - a. Total count of open cases (point in time) 273k multiplied by \$3 (avg. per transaction 3-party)
 - b. CSR for web-service data feed and real-time rules-engine calibration to accept and process 3-party transaction. 4000 hours.
2. On-going cost: \$45-50K per month (likely to get 75% fed match)
 - a. OHCA receives approximately 15,000 new cases per month. 15K multiplied by \$3
 - b. This could be for a variety of reason (i.e. never known or new to the system, new case head, divorce, etc.). It's important to note that an identity check usually kicks-off based on new account registration.
 - c. Ongoing maintenance

Increase in postage for written notice

3. Member letters: \$50K per month increase (only gets 50% fed match)
 - a. OHCA will be required to send "written notice" based on status changes from the data exchange list
 - b. This affects DET-9001-D which we send thousandf of this letter type per month as it is our main letter of communications involving member changes

- c. CSR for letter rule changes to ignore electronic correspondence and send by mail based on data exchange error codes

From the Oklahoma Department of Human Services: HB 1093 will affect our SSP clients and therefore may impact DHS staff with those clients but enough to be able to present a fiscal impact.

Prepared By: Stacy Johnson

Other Considerations

None.

© 2017 Oklahoma House of Representatives, see Copyright Notice at www.okhouse.gov