

**BILL SUMMARY**  
2<sup>nd</sup> Session of the 57<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>SB 1046</b>
<b>Version:</b>	<b>CS</b>
<b>Request Number:</b>	<b>4089</b>
<b>Author:</b>	<b>Rep. Wallace</b>
<b>Date:</b>	<b>5/4/2020</b>
<b>Impact:</b>	<b>Revenue from SHOPP Payments:</b>

**FY-21: \$134,000,000**

**Research Analysis**

SB 1046 modifies the Supplemental Hospital Offset Payment Program (SHOPP) by setting the assessment rate at 4% of net hospital patient revenue for SFY 20201, in order to fund the state share of the newly eligible Medicaid population. The measure also defines *newly eligible Medicaid population*. The Oklahoma Health Care Authority (OHCA) must notify hospitals of the newly determined assessment rate within 60 days of this measure's effective date. The measure also directs OHCA to funds from the Supplemental Hospital Offset Payment Program Fund every fiscal quarter as follows:

- \$7.5 million to the state share for the existing Medicaid population, and
- \$33.5 million to the state share for the newly eligible Medicaid population.

The measure prohibits OHCA from using funds from SHOPP to enter into contracts with private managed care entities that allow for the administering of benefits under a capitated arrangement while certain State Plan Amendments are in effect.

Prepared By: Anna Rouw

**Fiscal Analysis**

The measure modifies the Supplemental Hospital Offset Payment Program (SHOPP) by defining newly eligible Medicaid populations, provides assessment rates for FY-21 at four percent (4.0%) and directs certain payments. Prior estimates indicate the provisions of the measure will result in \$134,000,000 in FY-21 payments.

Prepared By: Mark Tygret

**Other Considerations**

None.