

BILL SUMMARY
2nd Session of the 59th Legislature

Bill No.:	SB 1675
Version:	SUBPCS1
Request Number:	
Author:	Rep. McEntire
Date:	4/8/2024
Impact:	See Analysis Below

Research Analysis

Pending

Prepared By: House Research Staff

Fiscal Analysis

SB 1675 outlines specific obligations for contracted entities, including imposing a three percent (3%) cap on the number of post payment claims that can be audited per year. Currently, OHCA and contracted entities are not capped on the percentage of claims that can be audited to control waste, fraud, and abuse. Officials from OHCA stated "the ability to audit for the misuse of funds is factored into the contracted entities' capitation rates, therefore, those rates may be insufficient if the contracted entities cannot ensure taxpayer funds are being used appropriately. Last year, \$8,433,144 was identified and sent for collection for recoupment of funds." In addition, SB 1675 extends the rate floor for all providers. OHCA stated "this limits the contracted entities' ability to manage rates, cost trend, and diminishes cost predictability for the state." Though no direct impact is calculated, OHCA foresees increased difficulty limiting cost growth as a result of the measure's provisions.

The modifications provided in the proposed subcommittee substitute do not affect the fiscal impact of this measure.

Prepared By: Alexandra Ladner, House Fiscal Staff

Other Considerations

None.