#### SENATE BILL NO. 59

#### BY SENATOR FRED MILLS AND REPRESENTATIVE BAGLEY

1	AN ACT
2	To enact R.S. 46:460.76, relative to claim reviews conducted by Medicaid managed care
3	organizations; to provide for prepayment reviews; to provide for detection and
4	prevention of fraud and abuse in the Medicaid program; to provide for applicability
5	to provide for definitions; and to provide for related matters.
6	Be it enacted by the Legislature of Louisiana:
7	Section 1. R.S. 46:460.76 is hereby enacted to read as follows:
8	§460.76. Prepayment review
9	A. A managed care organization or a contractor, assignee, agent, or
10	entity acting on the behalf of a managed care organization shall be prohibited
11	from requiring any enrolled provider to be subject to prepayment review unless
12	the requirement is implemented directly by the department and in accordance
13	with the provisions of the Medical Assistance Programs Integrity Law, R.S.
14	<u>46:437.1 et seq.</u>
15	<b>B.</b> For the purposes of this Section, "prepayment review" means any
16	action by a managed care organization or a contractor, assignee, agent, or entity
17	acting on the behalf of a managed care organization requiring a healthcare
18	provider to provide medical record documentation in conjunction with or after
19	the submission of a claim for payment for medical services rendered, but before
20	the claim has been adjudicated by the managed care organization.
21	<b>C.(1)</b> Nothing in this Section shall prohibit a managed care organization
22	from notifying the department of healthcare providers suspected of committing
23	fraud and abuse.
24	(2) Nothing in this Section shall prohibit the department from requiring
25	all managed care organizations to coordinate efforts to combat and prevent

Page 1 of 2 Coding: Words which are struck through are deletions from existing law; words in **boldface type and underscored** are additions.

#### **SB NO. 59**

#### **ENROLLED**

1	fraud and abuse pursuant to any requirements ordered by the department in
2	accordance with the Medical Assistance Programs Integrity Law, R.S. 46:437.1
3	<u>et seq.</u>
4	D. The provisions of this Section shall not apply to any dental
5	coordinated care network as defined in R.S. 46:460.51.

## PRESIDENT OF THE SENATE

# SPEAKER OF THE HOUSE OF REPRESENTATIVES

### GOVERNOR OF THE STATE OF LOUISIANA

APPROVED: \_\_\_\_\_