DIGEST

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HB 582 Original	2023 Regular Session	Ivey

Abstract: Establishes an electronic data interchange for the state's Medicaid program.

<u>Proposed law</u> requires the La. Dept. of Health (LDH) to develop and implement an Electronic Data Interchange (EDI) that will serve to adjudicate all fee-for-service claims for Medicaid reimbursement and process all managed care encounter claims.

Proposed law requires the EDI to address all of the following:

- (1) Transition claims, encounters, financial processing, management, and recipient and reference data from the current fiscal agent to a modern, modular solution.
- (2) Reduce the number of claim resubmissions by improving communications of claim status.
- (3) Improve the reliability of plan encounter data.
- (4) Reduce claim validation processing costs in agency systems.
- (5) Reduce agency financial staff time on manual data reentry and processing.
- (6) Separate business rules and edit or audit processing capabilities for claims and encounters.
- (7) Eliminate remaining paper claims and associated manual processes.
- (8) Implement an accessible and efficient unemployment insurance with enhanced visibility to claim detail.
- (9) Improve data quality and management, increase automation to reconcile, and update recipient information.

<u>Proposed law</u> requires LDH to create and implement a Provider Services Module (PSM) that will serve to consolidate the provider licensure and Medicaid enrollment and plan credentialing processes into a single source.

<u>Proposed law</u> requires the PSM to include an automated tool for screening activities and primary source verification that must be completed in accordance with state and federal statutes, policies, mandates, and the National Committee for Quality Assurance guidelines as well as industry

standards.

Proposed law requires the PSM to perform all of the following:

- (1) Provider application processing.
- (2) Provider eligibility, screening, and credentialing.
- (3) Provider enrollment processing.
- (4) Provider management and oversight activities.

(Adds R.S. 46:460.89.1 and 460.89.2)