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## DIGEST

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HB 89 Original

2016 First Extraordinary Session

Stokes

**Abstract:** Provides relative to uses of monies dedicated to the Medical Assistance Programs Fraud Detection Fund and for allocation of fund monies among the attorney general, the Dept. of Health and Hospitals (DHH), and the legislative auditor.

Present law establishes the Medical Assistance Programs Fraud Detection Fund and authorizes purposes for which monies in the fund may be used. Proposed law retains present law.

Present law provides for the following allocation of monies in the fund:

- (1) 50% shall be allocated to the Medicaid Fraud Control Unit within the office of the attorney general.
- (2) 50% shall be allocated to DHH to be used solely for Medicaid fraud detection and for purposes specified in present law.

Proposed law revises present law to add the legislative auditor as an entity which may utilize monies in the fund, and to provide for the following allocation of such monies:

- (1) 45% shall be allocated to the Medicaid Fraud Control Unit within the office of the attorney general.
- (2) 45% shall be allocated to DHH to be used solely for Medicaid fraud detection and for purposes specified in present law and proposed law.
- (3) 10% shall be allocated to the legislative auditor to be used solely for Medicaid fraud detection and for purposes specified in present law and proposed law.

Present law provides that the monies in the fund shall not be used to replace, displace, or supplant state general funds appropriated for the daily operation of DHH or the Medicaid program, and may be appropriated by the legislature only for certain enumerated purposes. Proposed law retains present law, and adds performance of any of the following functions with respect to Medicaid managed care organizations as authorized uses of fund monies:

- (1) Validation of claims data received by managed care organizations.
- (2) Analysis of claim integrity units of managed care organizations.

(3) Review of actuarial assumptions and methods.

Effective upon signature of governor or lapse of time for gubernatorial action.

(Amends R.S. 46:440.1(C)-(E); Adds R.S. 46:440.1(F))