

Act 942 of the 1989 Regular Session.

Act 942

SB488

By: Senator Kinard

"AN ACT TO REQUIRE CERTAIN NON-PROFIT MEDICAID SERVICE PROVIDERS TO SUPPLY THE DEPARTMENT OF HUMAN SERVICES WITH ANNUAL AUDITS; AND FOR OTHER PURPOSES."

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:

SECTION 1. (a) Every non-profit corporation except those licensed under Ark. Code 20-9-201 et seq. which is eligible to receive payments of twenty-five thousand dollars (\$25,000.00) or more for services supplied as a Medicaid provider shall, as a condition of enrollment, provide the Department of Human Services with an annual financial and compliance audit. The audit shall cover the entire operations of the non-profit organization and be in accordance with the "Guidelines for Financial and Compliance Audits of Programs Funded by the Arkansas Department of Human Services." Following enrollment, such organization shall furnish the department an annual financial and compliance audit within ninety (90) days of the close of the corporation's fiscal year.

(b) Every corporation licensed under Ark. Code 20-9-201 et seq. which is eligible to receive payments of twenty-five thousand dollars (\$25,000.00) or more for services supplied as a Medicaid provider shall, as a condition of enrollment, provide the Department of Human Services with an annual financial audit. The audit shall cover the entire operations of the organization and be performed by an Independent Certified Public Accountant in accordance with generally accepted accounting principles and standards of the American Institute of Certified Public Accountants. Following enrollment, such organization shall furnish the department an annual audited financial statement within one hundred twenty (120) days of the close of the corporation's fiscal year.

SECTION 2. All provisions of this act of a general and permanent nature are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code Revision Commission shall incorporate the same in the Code.

SECTION 3. All laws and parts of laws in conflict with this act are hereby repealed.

SECTION 4. EMERGENCY. It is hereby found and determined by the General Assembly that the effectiveness of this Act on July 1, 1989 is essential to determine the utilization of Medicaid funds by non-profit corporations through programs operated by the Department of Human Services; that in the event of an extension of the Regular Session, the delay in the effective date of this Act beyond July 1, 1989 could work irreparable harm upon the proper administration and provision of essential governmental programs. Therefore, an emergency is hereby declared to exist and this Act being necessary for the preservation of the public peace, health and safety shall be in full force and effect from and after July 1, 1989.

APPROVED: March 24, 1989
