

**REPORT OF THE  
HOSPITAL AND MEDICAID STUDY SUBCOMMITTEE  
OF THE  
ARKANSAS LEGISLATIVE COUNCIL**

**August 26, 2022**

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Senator Rice and Representative Wardlaw, Co-Chairs:

The Hospital and Medicaid Study Subcommittee met on Tuesday, August 23, 2022, at 3:00 P.M. in Committee Room B in Little Rock.

The Subcommittee heard a report from the 3M Health Information Systems about modernizing the Hospital Inpatient Payment System for Arkansas Medicaid. The Subcommittee learned that seven states are using a Per Diem or Cost Based Hospital Based Inpatient Payment System like Arkansas and that forty-three states are using some form of a Diagnosis Related Group Payment System.

Respectfully submitted by Co-Chairs, Senator Keith Ingram and Representative Jack Ladyman