

1 State of Arkansas
2 92nd General Assembly
3 Regular Session, 2019

A Bill

HOUSE BILL 1101

4
5 By: Representative Sullivan

For An Act To Be Entitled

8 AN ACT TO PROHIBIT PRIVATE COMPANIES FROM RECEIVING
9 MEDICAID COST-SETTLEMENT REIMBURSEMENT; AND FOR OTHER
10 PURPOSES.

Subtitle

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14 TO PROHIBIT PRIVATE COMPANIES FROM
15 RECEIVING MEDICAID COST-SETTLEMENT
16 REIMBURSEMENT.

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

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21 SECTION 1. Arkansas Code Title 20, Chapter 77, Subchapter 1, is
22 amended to add an additional section to read as follows:

23 20-77-135. Prohibition of cost-settlement reimbursement.

24 (a) As used in this section:

25 (1) "Cost-settlement reimbursement" means reimbursement of
26 reasonable costs that are actually incurred by a healthcare provider in order
27 to provide a healthcare service to the extent that the costs are necessary to
28 efficiently deliver that service and the costs are in excess of the
29 reimbursement for the healthcare service;

30 (2) "Governmental body" means any office, department,
31 commission, council, board, committee, legislative body, agency, or other
32 establishment of the executive, judicial, or legislative branch of the state,
33 municipality, county, school district, improvement district, or any political
34 district or subdivision thereof;

35 (3) "Private company" means a healthcare provider or entity that
36 is not a state agency or governmental body; and



1 (4) "State agency" means any office, department, board,
2 commission, bureau, division, public corporation, agency, institution of
3 higher learning, or instrumentality of this state.

4 (b) The Arkansas Medicaid Program is prohibited from providing cost-
5 settlement reimbursement to a Medicaid provider that is a private company.

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