



SENATE MOTION

MR. PRESIDENT:

I move that Engrossed House Bill 1277 be amended to read as follows:

- 1 Page 6, between lines 14 and 15, begin a new paragraph and insert:
- 2 "SECTION 8. IC 12-15-5-17.5, AS AMENDED BY P.L.138-2022,
- 3 SECTION 18, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
- 4 JULY 1, 2026]: Sec. 17.5. (a) The office shall report on its progress on
- 5 the development of a risk based managed care program or capitated
- 6 managed care program for Medicaid recipients who are eligible to
- 7 participate in the Medicare program (42 U.S.C. 1395 et seq.) and
- 8 receive nursing facility services to the interim study committee on
- 9 public health, behavioral health, and human services before November
- 10 1, 2021.
- 11 (b) Not later than February 1, 2022, the office shall report the
- 12 following information and analysis to the legislative council and budget
- 13 committee (in an electronic format under IC 5-14-6) regarding the
- 14 implementation of a risk based managed care program or capitated
- 15 managed care program for Medicaid recipients who are eligible to
- 16 participate in the Medicare program (42 U.S.C. 1395 et seq.) and
- 17 receive nursing facility services, as follows:
- 18 (1) The projected utilization of home and community based
- 19 services and institutional services for the four (4) years following
- 20 implementation, and including, but not limited to, information on:
- 21 (A) provider network adequacy;
- 22 (B) family caregiver programming; and
- 23 (C) costs and funding sources associated with creating and
- 24 maintaining adequate provider networks and family caregiving
- 25 programming.
- 26 (2) How administrative processes, including service approval and

1 billing processes, between managed care entities and providers of
 2 services will be addressed or streamlined in a risk based managed
 3 care program or capitated managed care program, with specific
 4 discussion of uniform provider credentialing, the potential of a
 5 single claims processing portal, and prior authorization processes.

6 (3) Projected total spending for a risk based managed care
 7 program or capitated managed care program for the four (4) years
 8 following implementation. Such information shall include the
 9 identification of and impact on each source of state matching
 10 funds and overall impact on the state general fund.

11 (4) The expected financial impacts of a risk based managed care
 12 program or capitated managed care program on the available
 13 amounts and use of the nursing facility quality assessment fee and
 14 supplemental payments to nursing facilities that are owned and
 15 operated by a governmental entity. Such information shall include
 16 an analysis on whether either of these funding streams will be
 17 diverted for uses other than the uses prior to implementation of a
 18 risk based managed care program or capitated managed care
 19 program and the effects on access to acute and post-acute care
 20 services due to the expected financial impacts.

21 (c) A request for proposal for the procurement of a Medicaid
 22 program to enroll a Medicaid recipient who is eligible to participate in
 23 the Medicare program (42 U.S.C. 1395 et seq.) and receives nursing
 24 facility services in a risk based managed care program or capitated
 25 managed care program:

26 **(1) must comply with IC 12-15-13-1.8 and any other**
 27 **applicable statute; and**

28 **(2) may not be issued until the request for proposal has been**
 29 **reviewed by the budget committee.**

30 ~~(d) After the review of a request for proposal by the budget~~
 31 ~~committee under subsection (c), the office may not enter into a final~~
 32 ~~contract that would implement a program described in subsection (c)~~
 33 ~~before January 31, 2023-".~~

34 Renumber all SECTIONS consecutively.

(Reference is to EHB 1277 as printed February 20, 2026.)

Senator BROWN L