

PROPOSED AMENDMENT

SB 275 # 14

DIGEST

Value based health care reimbursement agreements. Exempts value based health care reimbursement agreements between a managed care organization that provides services or coverage and a provider from certain reimbursement requirements.

1 Page 3, between lines 9 and 10, begin a new paragraph and insert:
2 "SECTION 4. IC 12-15-12.7-2, AS ADDED BY P.L.174-2025,
3 SECTION 41, IS AMENDED TO READ AS FOLLOWS [EFFECTIVE
4 JULY 1, 2026]: Sec. 2. (a) The office of the secretary shall determine
5 the base reimbursement rate structure, methodology, and
6 reimbursement rates that may be paid to a provider for the services
7 rendered under the program.

8 **(b) This subsection does not apply to a value based health care**
9 **reimbursement agreement (as defined in IC 27-1-37.6-15) entered**
10 **into between a managed care organization and a provider. A**
11 managed care organization may not pay a provider less than the
12 reimbursement rates established by the office of the secretary under
13 this section."

14 Page 3, between lines 30 and 31, begin a new paragraph and insert:
15 "SECTION 7. IC 12-15-44.5-5, AS AMENDED BY P.L.201-2023,
16 SECTION 136, IS AMENDED TO READ AS FOLLOWS
17 [EFFECTIVE JULY 1, 2026]: Sec. 5. (a) A managed care organization
18 that contracts with the office to provide health coverage, dental
19 coverage, or vision coverage to an individual who participates in the
20 plan:

21 (1) is responsible for the claim processing for the coverage;
22 (2) shall, **except in the case of a value based health care**
23 **reimbursement agreement (as defined in IC 27-1-37.6-15)**
24 **entered into between the managed care organization and a**
25 **provider, reimburse providers at a rate that is not less than the**

1 rate established by the secretary; and
2 (3) may not deny coverage to an eligible individual who has been
3 approved by the office to participate in the plan.

4 (b) A managed care organization that contracts with the office to
5 provide health coverage under the plan must incorporate cultural
6 competency standards established by the office. The standards must
7 include standards for non-English speaking, minority, and disabled
8 populations."

9 Renumber all SECTIONS consecutively.
(Reference is to SB 275 as reprinted January 29, 2026.)