<u>AMENDMENT</u>

OFFERED IN THE HOUSE TO: HB 148

BY REPRESENTATIVE SEATON

1 Page 8, following line 16:

Insert a new subsection to read:

3 "(e) Notwithstanding (a) - (c) of this section and in addition to the projects and 4 services described under (d) of this section, the department shall apply for a section 5 1115 waiver under 42 U.S.C. 1315(a) to establish one or more demonstration projects 6 focused on innovative payment models for one or more groups of medical assistance 7 recipients in one or more specific geographic areas. The demonstration project or 8 projects must include a managed care system that operates within a fixed budget to 9 reduce medical cost inflation, improves the quality of health care for recipients, and 10 creates a healthier population. The department shall design the managed care system 11 to reduce the growth in medical assistance expenditures with a goal of reducing the 12 per capita growth rate for medical assistance expenditures by at least two percentage 13 points. The demonstration project or projects may include 14 (1) managed care organizations as described under 42 U.S.C. 1396u-2;

(2) community care organizations;

16

2

(3) patient-centered medical homes as described under 42 U.S.C. 256a-

17 1; or

- 18 (4) other innovative payment models that ensure access to health care
 19 without reducing the quality of care."
- 20

15

21 Reletter the following subsection accordingly.