

Introduced: 2/8/89
Referred: Health, Education and
Social Services and Finance

6-0659A

1 IN THE SENATE

BY THE HEALTH, EDUCATION AND
SOCIAL SERVICES COMMITTEE

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SENATE BILL NO. 166

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

SIXTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6 For an Act entitled: "An Act relating to conformance between actual pay-
7 ments and approved payment rates to health facilities
8 for medical care under certain state medical assis-
9 tance programs; and providing for an effective date."

10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

11 * Section 1. AS 47.07.070 is amended by adding a new subsection to
12 read:

13 (e) When actual payments made to a facility during a fiscal year
14 are reviewed after the fiscal year has ended to determine whether they
15 were in conformance with approved payment rates, all or part of the
16 year-end conformance shall be waived if the facility provides satis-
17 factory justification for the nonconformity. If a nonconformity is
18 accepted, the corresponding adjustment that would have been made in
19 rates for the succeeding fiscal year may not be made.

20 * Sec. 2. The prospective payment rates determined under AS 47.07 for
21 health facilities for fiscal year 1989, based on conformance reviews relat-
22 ed to fiscal years 1987 and 1988, shall be recalculated as if the provi-
23 sions of AS 47.07.070(e), as enacted by sec. 1 of this Act, were in effect
24 at the time of the conformance review and during the determination of
25 prospective payment rates for fiscal year 1989. If the application of this
26 section results in a higher prospective payment rate for a health facility
27 for fiscal year 1989 than had previously been calculated for that facility,
28 the difference shall be promptly remitted to the health facility, subject
29 to appropriation. This section may not be applied to decrease payments to

1 any facility for fiscal year 1989. In this section, "conformance review"
2 means the review undertaken after the end of a fiscal year to determine
3 whether payments made to a health facility under AS 47.07 and AS 47.25.-
4 120 - 47.25.300 conformed to the payment rate approved for that health
5 facility under AS 47.07 and to determine whether prospective payment rates
6 for that facility should be adjusted for the next two fiscal years.

7 * Sec. 3. This Act takes effect immediately under AS 01.10.070(c).