



[HF 736](#) – Medicaid, Refunds and Offsets (LSB2593HV.2)
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Fiscal Note Version – As amended by [Senate Amendment H-8291](#)

Description

[House File 736](#) as amended by [Senate Amendment H-8291](#) specifies that if a recipient is deemed ineligible for Medicaid following the delivery of care or service by a provider, in an administrative action to recover overpayment to the provider based solely on the ground of ineligibility, the Department of Human Services (DHS) is required to reimburse the provider for any recoupment or overpayment using State funds only. To be eligible to receive the State payment, the provider must have verified eligibility and obtained any necessary prior authorizations for the recipient, documented those actions in a manner or format established by DHS rule, and retained the required documentation in the recipient's file.

Assumptions

This change will mainly impact individuals who were incarcerated, and the estimated fiscal impact is based on incarceration recoveries. No federal matching Medicaid funds will be used to reimburse providers.

Fiscal Impact

House File 736 as amended by Senate Amendment H-8291 is estimated to cost the State \$909,000 in FY 2023 and subsequent fiscal years.

Source

Department of Human Services

/s/ Holly M. Lyons

March 29, 2022

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The fiscal note for this Bill was prepared pursuant to [Joint Rule 17](#) and the Iowa Code. Data used in developing this fiscal note is available from the Fiscal Services Division of the Legislative Services Agency upon request.
