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SENATE FILE  
BY KREIMAN

302

Passed Senate, Date \_\_\_\_\_ Passed House, Date \_\_\_\_\_

Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_

Approved \_\_\_\_\_

**A BILL FOR**

1 An Act requiring the department of human services to report  
2 annually concerning the costs and benefits of various  
3 contracted services under the medical assistance program.

4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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SF 302  
HUMAN RESOURCES

1 Section 1. Section 249A.4, Code 2003, is amended by adding  
2 the following new subsection:

3 NEW SUBSECTION. 16. Report annually by December 15 to the  
4 governor and general assembly with a cost-benefit analysis of  
5 the contract for managed care of adult substance abuse and  
6 mental health services, any contract for insuring groups or  
7 individuals as authorized in subsection 4, any contract for  
8 processing and payment of claims as authorized in subsection  
9 5, and any other contract for services that were previously  
10 managed or performed directly by the department within the  
11 ten-year period preceding the issuance date of the report.  
12 The report shall include information on the potential costs or  
13 cost savings for the department to reassume the management or  
14 performance of the contracted services.

15 EXPLANATION

16 This bill amends Code section 249A.4, relating to the  
17 duties of the director of human services under the medical  
18 assistance (Medicaid) program, to require an annual report on  
19 contracted services. The report is to provide a cost-benefit  
20 analysis of the contract for managed care of adult substance  
21 abuse and mental health services, any contract for group  
22 health insurance, any contract for health maintenance  
23 organization services, and any other contract for Medicaid  
24 services that were directly performed or managed by the  
25 department during the 10-year period preceding the issuance  
26 date of the report. The report is required to include  
27 information on the potential costs or cost savings for the  
28 department to assume the management or performance of the  
29 contracted services.

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