



General Assembly

Substitute Bill No. 5257

February Session, 2016

* _____HB05257HS_____031816_____*

AN ACT CONCERNING MEDICAID PROVIDER AUDITS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

1 Section 1. Subsection (d) of section 17b-99 of the 2016 supplement to
2 the general statutes is amended by adding subdivision (12) as follows
3 (*Effective July 1, 2016*):

4 (NEW) (12) Not later than July 1, 2017, the Commissioner of Social
5 Services shall report, in accordance with the provisions of section 11-
6 4a, to the joint standing committee of the General Assembly having
7 cognizance of matters relating to human services on: (1) The
8 percentage of providers subject to extrapolation in Medicaid audits
9 that were conducted from July 1, 2015, to June 30, 2016, inclusive, (2)
10 the amount of overpayments discovered in such Medicaid audits, and
11 (3) any increases or reductions in the use of extrapolation and
12 overpayment discoveries from July 1, 2015, to June 30, 2016, inclusive,
13 as compared to July 1, 2014, to June 30, 2015, inclusive.

14 Sec. 2. Subsection (f) of section 17b-99a of the general statutes is
15 repealed and the following is substituted in lieu thereof (*Effective July*
16 *1, 2016*):

17 (f) The commissioner shall produce a preliminary written report
18 concerning any audit conducted pursuant to this section and such

19 preliminary report shall be provided to the facility that was the subject
20 of the audit not later than sixty days after the conclusion of such audit.
21 The commissioner shall provide in such report a clear and objective
22 rationale for any cost disallowance or finding of costs not deemed to be
23 reasonable and shall cite the specific statute or regulation pursuant to
24 which such disallowance or finding has been determined. The
25 commissioner shall apply only statutes or regulations specific to the
26 type of program or facility being audited and shall apply Medicare
27 audit rules in the absence of applicable state regulations. The
28 commissioner shall not disallow any costs without citing applicable
29 statutes, regulations or Medicare audit rules and providing a clear,
30 written explanation of the objective application of such statutes,
31 regulations or Medicare audit rules.

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>July 1, 2016</i>	17b-99(d)
Sec. 2	<i>July 1, 2016</i>	17b-99a(f)

HS *Joint Favorable Subst.*