

2003 SENATE BILL 484

AN ACT *to amend* 49.45 (2) (b) 2. of the statutes; **relating to:** contracts for services under Medical Assistance.

Analysis by the Legislative Reference Bureau

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

1 **SECTION 1.** 49.45 (2) (b) 2. of the statutes is amended to read:
2 49.45 **(2)** (b) 2. Contract with any organization whether or not organized for
3 profit to administer, in full or in part, the benefits under ~~the medical assistance~~
4 ~~program~~ Medical Assistance including prepaid health care. Any contract that
5 includes provision of prepaid health care benefits shall require that prepaid
6 payments to the organization be made on an actuarially sound basis that is
7 consistent with 42 USC 1396b (m) (2) (A) (iii). The department shall accept bids on
8 contracts for administrative services and services evaluating ~~the medical assistance~~

SENATE BILL 484**SECTION 1**

1 program Medical Assistance as provided in ch. 16, but may accept the contract
2 deemed most advantageous for claims processing services; or contract with any
3 insurer authorized under the insurance code of this state to insure the program in
4 full or in part and on behalf of the department. The department shall submit a report
5 each December 31 to the governor, the joint committee on finance and the chief clerk
6 of each house of the legislature, for distribution to the appropriate standing
7 committees under s. 13.172 (3), regarding the effectiveness of the management
8 information system for monitoring and analyzing medical assistance expenditures.

9 **SECTION 2. Initial applicability.**

10 (1) This act first applies to contracts that are issued or renewed on the effective
11 date of this subsection.

12 (END)