

HOUSE BILL No. 2552

By Committee on Health and Human Services

1-31

1 AN ACT concerning the Kansas medical assistance program contracts
2 with managed care organizations.

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4 *Be it enacted by the Legislature of the State of Kansas:*

5 Section 1. (a) Any contract between the Kansas medical assistance
6 program and any managed care organization serving the state of Kansas
7 shall require the processing and payment or processing and denial by the
8 managed care organization of all clean claims within 30 days after receipt
9 of the clean claim, and the processing and payment or processing and
10 denial by the managed care organization of all claims within 90 days after
11 receipt of the claim. The contract shall also include a late payment
12 provision that requires the managed care organization to pay interest to the
13 provider at the rate of 12% per annum for each month that the managed
14 care organization has neither processed and paid nor processed and denied
15 a submitted claim or clean claim after the time limits set forth in this
16 section.

17 (b) For the purposes of this section, the terms "claim" and "clean
18 claim" shall be assigned the same meanings as provided by 42 C.F.R. §
19 447.45(b).

20 (c) The secretary of health and environment shall adopt rules and
21 regulations to carry out the provisions of this section, and amendments
22 thereto.

23 Sec. 2. This act shall take effect and be in force from and after its
24 publication in the statute book.