

# State of South Dakota

EIGHTY-SIXTH SESSION  
LEGISLATIVE ASSEMBLY, 2011

751S0244

HOUSE HEALTH AND HUMAN SERVICES

ENGROSSED NO. **HB 1134** - 2/22/2011

**This bill has been extensively amended (hoghoused) and may no longer be consistent with the original intention of the sponsor.**

Introduced by: Representatives Munsterman and Hubbel and Senators Tidemann, Hunhoff (Jean), and Schlekeway

1 FOR AN ACT ENTITLED, An Act to provide for certain revisions to the medicaid program.

2 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

3 Section 1. For fiscal year 2012, each facility's reduction in Medicaid shall be based on the  
4 facility's reimbursement for fiscal year 2010 from Medicaid as follows:

5 (1) For any facility receiving more than eighty percent reimbursement from Medicaid,  
6 no reduction;

7 (2) For any facility receiving sixty-six percent to eighty percent reimbursement from  
8 Medicaid, one percent reduction;

9 (3) For any facility receiving sixty-three percent or more but less than sixty-six percent  
10 reimbursement from Medicaid, one and one half percent reduction;

11 (4) For any facility receiving sixty-one percent or more but less than sixty-three percent  
12 reimbursement from Medicaid, two percent reduction;

13 (5) For any facility receiving fifty-nine percent or more but less than sixty-one percent  
14 reimbursement from Medicaid, two and one half percent reduction;



- 1       (6)   For any facility receiving fifty-seven percent or more but less than fifty-nine percent  
2            reimbursement from Medicaid, three percent reduction;
- 3       (7)   For any facility receiving fifty-four percent or more but less than fifty-seven percent  
4            reimbursement from Medicaid, five percent reduction;
- 5       (8)   For any facility receiving fifty-two percent or more but less than fifty-four percent  
6            reimbursement from Medicaid, seven percent reduction;
- 7       (9)   For any facility receiving forty-nine percent or more but less than fifty-two percent  
8            reimbursement from Medicaid, nine percent reduction;
- 9       (10)  For any facility receiving forty-four percent or more but less than forty-nine percent  
10           reimbursement from Medicaid, eleven percent reduction;
- 11      (11)  For any facility receiving less than forty-four percent reimbursement from Medicaid,  
12           thirteen percent reduction.

13       Section 2. The provider fee schedule for Medicaid shall be based on a percentage of the  
14   amount listed in the Medicare physician fee schedule, the 2011 National Physician Fee Schedule  
15   Relative Value File, if the service is listed. If the service is not listed in the schedule,  
16   reimbursement shall be made according to a model based on reported costs.