

**BILL SUMMARY**  
1<sup>st</sup> Session of the 60<sup>th</sup> Legislature

<b>Bill No.:</b>	<b>SB875</b>
<b>Version:</b>	<b>ENGR</b>
<b>Request Number:</b>	
<b>Author:</b>	<b>Rep. Stinson</b>
<b>Date:</b>	<b>4/7/2025</b>
<b>Impact:</b>	<b>\$0</b>

**Research Analysis**

The engrossed version of SB 875 provides that a contracted entity that holds a capitated contract with the Oklahoma Health Care Authority under the Ensuring Access to Medicaid Act and fails to meet the 11% minimum primary care services expense requirement will be subject to a scoring penalty on subsequent requests for proposals. The measure adds that if the contracted entity fails to allocate at least 8% of its total health expenses to primary care by the deadline that the contracted entity will be ineligible for a capitated contract award for the subsequent procurement cycle. The measure further provides that a contracted entity who fails to meet the minimum primary care services expense requirement by the deadline must liquidate damages to the Authority, the proceeds of which will be spent on primary care services, and subject to a scoring penalty on the request for proposals for the subsequent procurement cycle. If a contracted entity does not allocate at least 8% of its total health care expenses to primary care by the deadline, they will be ineligible for an award for the subsequent procurement cycle. The measure also clarifies that the Medicaid Delivery System Quality Advisory Committee has power and duty to develop and recommend a method for the use of proceeds for those liquidated damages received by the Authority, ensuring that the proceeds are spent only on primary care services.

Prepared By: Suzie Nahach, House Research Staff

**Fiscal Analysis**

SB 875 authorizes the Oklahoma Health Care Authority to impose penalties on Medicaid contracted entities that fail to meet the minimum primary care services expense requirement by the specified deadline. It also authorizes the Medicaid Delivery System Quality Advisory Committee to develop and recommend a methodology for using the proceeds from penalties received from contracted entities, ensuring they are spent exclusively on primary care services. The requirements of the measure are not anticipated to have a direct fiscal impact on the state budget.

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**Other Considerations**

None.