



2023 South Dakota Legislature

House Bill 1138

HOUSE APPROPRIATIONS ENGROSSED

Introduced by: **Representative** Karr

1 **An Act to require updated cost report information for certain community-based**
 2 **health and human services providers.**

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

4 **Section 1. That § 28-22-1 be AMENDED:**

5 **28-22-1.** The Department of Social Services and the Department of Human
 6 Services shall jointly establish a rate-setting methodology for services delivered by
 7 community-based health and human services providers. Each category of service shall
 8 undergo a comprehensive rate modeling analysis at least every five years. Any rate
 9 models determined by the comprehensive rate model analysis must be reviewed and
 10 reported annually to include cost report information, rate model components utilizing the
 11 most relevant inflation factor respective of the analysis, and other market factors as
 12 warranted pursuant to §§ 28-22-2 and 28-22-3. ~~The departments may elect to conduct~~
 13 ~~the analysis earlier or on a more frequent basis if warranted by cost report information or~~
 14 ~~other market conditions.~~ may elect to conduct the analysis earlier or on a more frequent
 15 basis if warranted by cost report information or other market conditions. Any new service
 16 model shall undergo comprehensive rate modeling analysis prior to implementation.