Bill No. CS/HB 727 (2012)

Amendment No.

CHAMBER ACTION

<u>Senate</u> <u>House</u>

Representative Schwartz offered the following:

Amendment (with title amendment)

Remove lines 299-318 and insert:

409.961 Statutory construction; applicability; rules.-

(1) It is the intent of the Legislature that if any conflict exists between the provisions contained in this part and in other parts of this chapter, the provisions in this part control. Sections 409.961-409.985 apply only to the Medicaid managed medical assistance program and long-term care managed care program, as provided in this part. The agency shall adopt any rules necessary to comply with or administer this part and all rules necessary to comply with federal requirements. In addition, the department shall adopt and accept the transfer of any rules necessary to carry out the department's responsibilities for receiving and processing Medicaid

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applications and determining Medicaid eligibility and for ensuring compliance with and administering this part, as those rules relate to the department's responsibilities, and any other provisions related to the department's responsibility for the determination of Medicaid eligibility. Contracts with the agency and a person or entity, including Medicaid providers and managed care plans, necessary to administer the Medicaid program are not rules and are not subject to rule promulgation under chapter 120.

- (2) For the purpose of fulfilling contract requirements, plans must disclose chief executive officer compensation and executive compensation packages by prospective contractors under consideration, such as the standards for disclosure of executive compensation described in Item 402 of Regulation S-K adopted by the United States Securities and Exchange Commission. Required disclosure must include, but is not limited to:
- (a) Compensatory information for the contracting entity's chief executive officer and its four most highly compensated executive officers other than the chief executive officer.
- (b) A series of tables setting forth each compensatory element for a particular year.
- (c) A report by the contractor or subcontractor articulating the bases for their compensation decisions, including the relationship to corporate performance.
- (d) Where applicable, a comparison of total shareholder returns of the contracting entity against those of a broad market index and a peer group.

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Amendment No. 45 TITLE AMENDMENT 47 Between lines 15 and 16, insert: 48 providing disclosure requirements for such 49 contracts;