

1 AN ACT relating to Medicaid managed care.

2 *Be it enacted by the General Assembly of the Commonwealth of Kentucky:*

3 ➔SECTION 1. A NEW SECTION OF KRS CHAPTER 205 IS CREATED TO
4 READ AS FOLLOWS:

5 *(1) The Department for Medicaid Services shall administer the state's Medicaid*
6 *program under a fee-for-service model, Medicaid managed care model, or other*
7 *Medicaid delivery system model as permitted under federal law.*

8 *(2) If at any time on or after January 1, 2026, the Department for Medicaid Services*
9 *chooses to utilize a Medicaid managed care model for the administration of any*
10 *part of the state's Medicaid program, the Department for Medicaid Services shall*
11 *not award a contract for the delivery of Medicaid services to more than three (3)*
12 *Medicaid managed care organizations or other entities seeking to provide*
13 *Medicaid benefits under this chapter.*

14 *(3) Nothing in this section prohibits the administration of the Medicaid program*
15 *under more than one (1) delivery system model.*

16 ➔Section 2. This Act takes effect January 1, 2026.