

OFFICE OF FISCAL ANALYSIS

Legislative Office Building, Room 5200
Hartford, CT 06106 ◊ (860) 240-0200
<http://www.cga.ct.gov/ofa>

sHB-5354

AN ACT CONCERNING MEDICAID PROVIDER AUDITS.

OFA Fiscal Note

State Impact:

Agency Affected	Fund-Effect	FY 27 \$	FY 28 \$
Social Services, Dept.	GF - Precludes Savings	160,000	165,000

Note: GF=General Fund

Municipal Impact: None

Explanation

The bill limits recoupments from pharmacy related audits by (1) modifying when a finding of overpayment or underpayment to a provider can be based on extrapolated projections, and (2) limiting associated recoupment amounts to the total associated professional dispensing fee paid. Based on overpayment amounts for pharmacy audits in FY 25, the bill is anticipated to reduce the state share of recoupments by up to approximately \$160,000 in FY 27 and \$165,000 in FY 28. For context, DSS generally recoups overpayments through reduced Medicaid payments to providers.

The Out Years

The annualized ongoing fiscal impact identified above would continue into the future subject to pharmacy audits and related extrapolated recoupments.

Primary Analyst: ES
Contributing Analyst(s): LD
Reviewer: RW

4/6/26