Office of the Governor State of Louisiana

JOHN BEL EDWARDS
GOVERNOR



P.O. Box 94004 Baton Rouge, Louisiana 70804-9004 (225) 342-7015 GOV.LA.GOV

June 18, 2018

VIA HAND DELIVERY

Honorable Taylor F. Barras Speaker of the House Louisiana House of Representatives Post Office Box 94062 Baton Rouge, Louisiana 70804-9062 Honorable John A. Alario, Jr. Louisiana Senate President Louisiana Senate Post Office Box 94183 Baton Rouge, Louisiana 70804

RE: Line item veto of House Bill 1 of the 2018 Second Extraordinary Session

Dear Speaker Barras and President Alario:

I have signed House Bill 1 of the 2018 Second Extraordinary Session. However, I have exercised my line item veto authority granted to me by La. Const. Art. IV, Section 5(G)(1) to veto one item. I have exercised my line item veto authority as follows:

Veto No. 1: Delete Lines 36-54 on Page 84 of 194: This provision is an attempt to improperly enact substantive law in House Bill 1. Further, this provision may cause compliance issues with the Center for Medicare and Medicaid Services (CMS). In accordance with the Code of Federal Regulations, specifically 42 CFR 438.4 and 438.5, the formulation and certification of Medicaid Managed Care PMPM rates must follow a specific process including, but not limited to, adhering to Generally Accepted Actuarial Principles. Failure to follow this process could lead to failure of rates being certified and eventually approved by CMS.

Enclosed is a copy of the signed version of House Bill 1. I have sent the original to the Secretary of State.

Sincerely.

John Bel Edwards

Governo

enclosure