



# AI & Medicaid: State Action

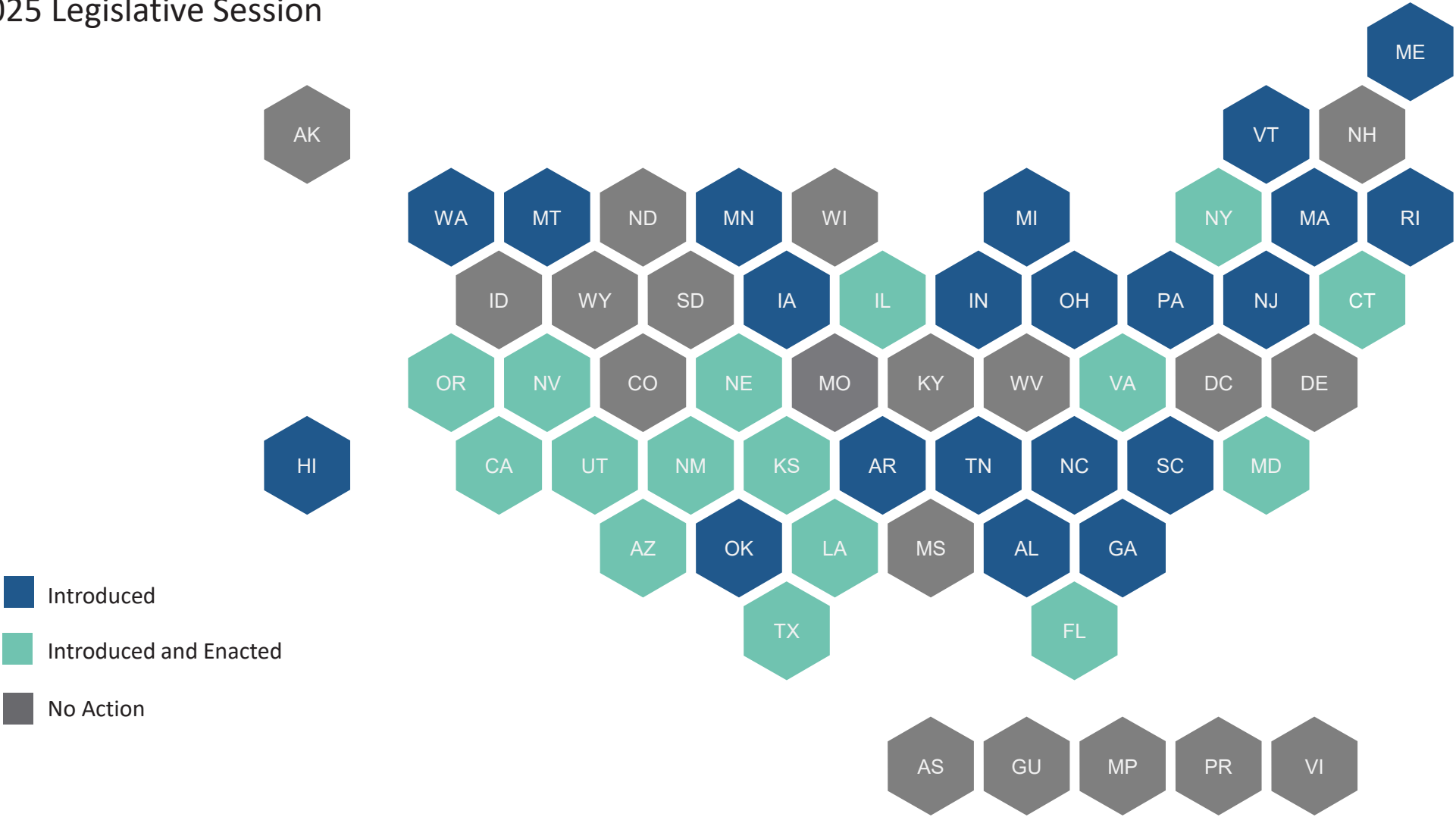
Health Innovations Task Force

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# AI & Health State Legislation

2025 Legislative Session



Source: NCSL (2025)

**Additional Resource:**

- [Leaning Into Advanced Technologies to Support State Implementation of New Federal Medicaid Requirements](#) | Manatt
- [Medicaid and CHIP Eligibility, Enrollment, and Renewal Policies as States Resume Routine Operations](#) | KFF & Georgetown

# Medicaid & Artificial Intelligence in the Legislature



## Indiana [SB 5](#) (Enacted, 2025)

Allows state agencies (including the Medicaid agency) to use AI software to prepare financial statements or budget projections.

## New York [AB 7305](#) (Pending, 2025)

The Department of Financial Services and the NY Fraud Task Force must develop best practices for using AI and data analytics to combat insurance fraud.



## Pennsylvania [HB 1925](#) (Pending, 2025)

Sets requirements for the use of AI in Medicaid and CHIP programs, including disclosure and responsible-use standards.



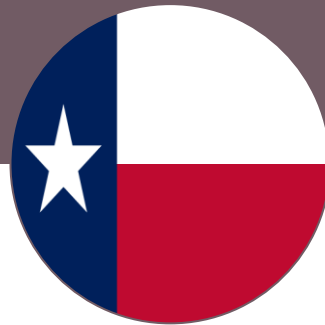
# Medicaid & Artificial Intelligence in the Legislature

## Failed Legislation



### Kentucky [HB 734](#) (Failed, 2024)

Would have prohibited the Cabinet for Health and Family Services from relying exclusively on automated, AI-based or algorithmic software in the identification of fraud.



### Texas [HB 4585](#) (Failed, 2025)

Would have prohibited the delegation of utilization review to an AI application or other similar computer software, including within the Medicaid and CHIP programs.



### Virginia [HB 2662](#) (Failed, 2025)

Would have created the Medicaid Billing Oversight Task Force to use data analytics and machine learning to monitor Medicaid billing and detect fraud.

# Executive Orders and Agency Initiatives



## Minnesota Executive Order (Jan. 3, 2025)

- Creates a centralized state fraud investigations unit and launches a pilot using AI data-analytics to detect Medicaid payment anomalies.



## Louisiana Department of Health Key Initiatives (Apr. 21, 2025)

- Creates a task force that will use AI and data analytics to identify and address fraud, waste and abuse in the state Medicaid program.

# NCSL RESOURCES



## [Artificial Intelligence Policy Toolkit](#)

- [Artificial Intelligence 2025 Legislation](#)
- [Artificial Intelligence 2024 Legislation](#)
- [Artificial Intelligence 2023 Legislation](#)
- [Legislation Related to Artificial Intelligence \(2019-2022 Legislation\)](#)
- [Artificial Intelligence and Health Care: A Primer](#)
- [State Artificial Intelligence \(AI\) and Related Terms Definition Examples](#)
- [Approaches to Regulating Artificial Intelligence: A Primer](#)
- [Artificial Intelligence in Government: The Federal and State Landscape](#)
- [Artificial Intelligence in the Workplace: The Federal and State Legislative Landscape](#)
- [Deceptive Audio or Visual Media \('Deepfakes'\) 2024 Legislation](#)
- [Legislative Use of Artificial Intelligence 2024 Survey](#)



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## Reach out anytime!

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