

**Table 5.B - Major Program Features and Requirements of  
Managed Care Authorities**

Feature	Section 1115	Section 1915(a)	Section 1915(b)	Section 1932(a)
Defined network of providers	Yes	Yes	Yes	Yes
Limited number of qualified contractors	Yes	No	Yes (at least 2 options usually required)	Yes (at least 2 options usually required)
Capitated payments	Yes	Yes	Yes	Yes
Mandatory Enrollment	Yes	No	Yes	Yes (certain populations exempted)
Limited geographic area	Yes	Yes	Yes	Yes
Targeted population	Yes	Yes	Yes	Yes
Expand Eligibility	Yes	No	No	No
Additional Benefits	Yes	Yes	Yes	Yes
Budget test	Budget neutral	None	Cost effective	None
Approval Mechanism	Discretion of HHS and subject to negotiations	Managed care contract approved by CMS	Waiver application approved by CMS; managed care contract approved by CMS	State plan amendment and managed care contract approved by CMS