## LEGISLATIVE BILL 605

Approved by the Governor May 09, 2017

Introduced by Riepe, 12.

A BILL FOR AN ACT relating to public assistance; to amend section 68-1804, Revised Statutes Cumulative Supplement, 2016; to change provisions relating to the ICF/DD Reimbursement Protection Fund; to harmonize provisions; to repeal the original section; and to declare an emergency. Be it enacted by the people of the State of Nebraska,

Section 1. Section 68-1804, Revised Statutes Cumulative Supplement, 2016, is amended to read:

- 68-1804 (1) The ICF/DD Reimbursement Protection Fund is created. Any money in the fund available for investment shall be invested by the state investment officer pursuant to the Nebraska Capital Expansion Act and the Nebraska State Funds Investment Act. Interest and income earned by the fund shall be credited to the fund.
- (2) Beginning July 1, 2014, the department shall use the ICF/DD Reimbursement Protection Fund, including the matching federal financial participation under Title XIX of the Social Security Act, as amended, for purposes of enhancing rates paid under the medical assistance program to intermediate care facilities for persons with developmental disabilities and for an annual contribution to community-based programs for persons with developmental disabilities as specified in subsection (4) of this section, exclusive of the reimbursement paid under the medical assistance program and any other state appropriations to intermediate care facilities for persons with developmental disabilities developmental disabilities.
- (3) For FY2011-12 through FY2013-14, proceeds from the tax imposed pursuant to section 68-1803 shall be remitted to the State Treasurer for credit to the ICF/DD Reimbursement Protection Fund for allocation as follows:
   (a) First, fifty-five thousand dollars for administration of the fund;
- (b) Second, the amount needed to reimburse intermediate care facilities
- for persons with developmental disabilities for the cost of the tax;

  (c) Third, three hundred twelve thousand dollars for community-based services for persons with developmental disabilities;
- (d) Fourth, six hundred thousand dollars or such lesser amount as may be available in the fund for non-state-operated intermediate care facilities for persons with developmental disabilities, in addition to any continuation appropriations percentage increase provided by the Legislature to nongovernmental intermediate care facilities for persons with developmental disabilities under the medical assistance program, subject to approval by the federal Centers for Medicare and Medicaid Services of the department's annual application amending the medicaid state plan reimbursement methodology for intermediate care facilities for persons with developmental disabilities; and (e) Fifth, the remainder of the proceeds to the General Fund.
- (4) For <u>FY2016-17</u> <del>FY2014-15</del> and each fiscal year thereafter, the ICF/DD Reimbursement Protection Fund shall be used as follows:
- fifty-five dollars First, thousand department (a) to the administration of the fund;
- (b) Second, payment to the intermediate care facilities for persons with developmental disabilities for the cost of the tax;
- (c) Third, three hundred twelve thousand dollars, in addition to any federal medicaid matching funds, for payment to providers of community-based services for persons with developmental disabilities;
- (d) Fourth, one million dollars to the General Fund; and(e) Fifth, rebase rates under the medical assistance program in accordance with the medicaid state plan as defined in section 68-907. In calculating rates, the proceeds of the tax provided for in section 68-1803 and not utilized under subdivisions (a), (b), (c), and (d) of this subsection shall be used to enhance rates in non-state-operated intermediate care facilities for persons with developmental disabilities by increasing the annual inflation factor to the extent allowed to ensure federal financial participation for the department's payments to intermediate care facilities for persons with developmental disabilities by such proceeds and any funds appropriated by the Legislature.
- (5) The Division of Medicaid and Long-Term Care of the Department of Health and Human Services shall report electronically, no later than December 1 of each year, to the Health and Human Services Committee of the Legislature and the Revenue Committee of the Legislature the amounts collected from each payer of the tax pursuant to section 68-1803 and the amount of each disbursement from the ICF/DD Reimbursement Protection Fund.
- Sec. 2. Original section 68-1804, Revised Statutes Cumulative Supplement, 2016, is repealed. Sec. 3. Sinc
- Since an emergency exists, this act takes effect when passed and approved according to law.