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LEGISLATURE OF NEBRASKA

ONE HUNDRED FIRST LEGISLATURE

SECOND SESSION

## LEGISLATIVE BILL 701

FINAL READING

Introduced by Hadley, 37; Wallman, 30; Gloor, 35.

Read first time January 06, 2010

Committee: Health and Human Services

A BILL

FOR AN ACT relating to the ICF/MR Reimbursement Protection Act;
 to amend section 68-1804, Reissue Revised Statutes of
 Nebraska; to change provisions relating to allocation of
 a fund; to repeal the original section; and to declare an
 emergency.

6 Be it enacted by the people of the State of Nebraska,

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Section 1. Section 68-1804, Reissue Revised Statutes of
 Nebraska, is amended to read:

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68-1804 (1) The ICF/MR 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.

9 (2) For fiscal year 2004-05, proceeds from the tax
10 imposed under section 68-1803 shall be allocated as follows:

(a) First, fifty-five thousand dollars to the department
for administration of the fund;

13 (b) Second, payment to intermediate care facilities for
14 the mentally retarded for the cost of the tax;

(c) Third, three hundred thousand dollars, in addition to any federal medicaid matching funds, for increases in payments to non-state-operated intermediate care facilities for the mentally retarded which shall be such facilities' only increase in payments for such fiscal year;

(d) Fourth, three hundred twelve thousand dollars, in
addition to any federal medicaid matching funds, for payment to
providers of community-based services for the purpose of reducing
the waiting list of persons with developmental disabilities; and
(e) Fifth, any money remaining in the fund after the
allocations required by subdivisions (2) (a) through (d) of this

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1 section have been made shall be transferred to the General Fund.

2 (3) For FY2005-06 and each fiscal year thereafter, 3 <u>through FY2010-11</u>, proceeds from the tax imposed pursuant to 4 section 68-1803 shall be remitted to the State Treasurer for credit 5 as follows:

6 (a) To the ICF/MR Reimbursement Protection Fund for 7 allocation as described in this subdivision: (i) Fifty-five 8 thousand dollars for administration of the fund; (ii) the amount 9 needed to reimburse intermediate care facilities for the mentally 10 retarded for the cost of the tax; (iii) three hundred thousand 11 dollars for payment of rates to non-state-operated intermediate 12 care facilities; and (iv) three hundred twelve thousand dollars 13 for community-based services for persons with developmental 14 disabilities; and

15 (b) To the General Fund: The remainder of the proceeds.
16 (4) For FY2011-12 and each fiscal year thereafter,
17 proceeds from the tax imposed pursuant to section 68-1803 shall
18 be remitted to the State Treasurer for credit to the ICF/MR
19 Reimbursement Protection Fund for allocation as follows:

20 <u>(a) First, fifty-five thousand dollars for administration</u>
21 of the fund;

22 (b) Second, the amount needed to reimburse intermediate 23 care facilities for the mentally retarded for the cost of the tax; 24 (c) Third, three hundred twelve thousand dollars 25 for community-based services for persons with developmental

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1	disab	ili	ties	;

2	(d) Fourth, six hundred thousand dollars or such lesser
3	amount as may be available in the fund for non-state-operated
4	intermediate care facilities for the mentally retarded, in addition
5	to any continuation appropriations percentage increase provided
6	by the Legislature to nongovernmental intermediate care facilities
7	for the mentally retarded under the medical assistance program,
8	subject to approval by the federal Centers for Medicare and
9	Medicaid Services of the department's annual application amending
10	the medicaid state plan reimbursement methodology for intermediate
11	care facilities for the mentally retarded; and
12	(e) Fifth, the remainder of the proceeds to the General
13	Fund.
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14	Sec. 2. Original section 68-1804, Reissue Revised
15	Statutes of Nebraska, is repealed.
16	Sec. 3. Since an emergency exists, this act takes effect
17	when passed and approved according to law.