## LEGISLATURE OF NEBRASKA

## ONE HUNDRED EIGHTH LEGISLATURE

SECOND SESSION

## **LEGISLATIVE BILL 130**

FINAL READING (SECOND)

Introduced by Dorn, 30; Vargas, 7; Wayne, 13.

Read first time January 06, 2023

Committee: Appropriations

- 1 A BILL FOR AN ACT relating to nursing facilities; to amend sections
- 2 68-949 and 68-1917, Reissue Revised Statutes of Nebraska; to state
- 3 intent regarding medicaid nursing facility rates; to provide for
- 4 reports; to change the amount of quality assurance assessments; and
- 5 to repeal the original sections.
- 6 Be it enacted by the people of the State of Nebraska,

1 Section 1. Section 68-949, Reissue Revised Statutes of Nebraska, is

- 2 amended to read:
- 3 68-949 (1) It is the intent of the Legislature that the department
- 4 implement reforms to the medical assistance program such as those
- 5 contained in the Medicaid Reform Plan, including (a) an incremental
- 6 expansion of home and community-based services for aged persons and
- 7 persons with disabilities consistent with such plan, (b) an increase in
- 8 care coordination or disease management initiatives to better manage
- 9 medical assistance expenditures on behalf of high-cost recipients with
- 10 multiple or chronic medical conditions, and (c) other reforms as deemed
- 11 necessary and appropriate by the department, in consultation with the
- 12 committee.
- 13 (2) The department shall develop recommendations based on a
- 14 comprehensive analysis of various options available to the state under
- 15 applicable federal law for the provision of medical assistance to persons
- 16 with disabilities who are employed, including persons with a medically
- 17 improved disability, to enhance and replace current eligibility
- 18 provisions contained in subdivision (8) of section 68-915.
- 19 (3) The department shall develop recommendations for further
- 20 modification or replacement of the defined benefit structure of the
- 21 medical assistance program. Such recommendations shall be consistent with
- 22 the public policy in section 68-905 and shall consider the needs and
- 23 resources of low-income Nebraska residents who are eligible or may become
- 24 eligible for medical assistance, the experience and outcomes of other
- 25 states that have developed and implemented such changes, and other
- 26 relevant factors as determined by the department.
- 27 (4)(a) It is the intent of the Legislature that the total amount
- 28 appropriated to the department for medicaid nursing facility rates be
- 29 <u>used in the medicaid nursing facility rate calculation, including the</u>
- 30 <u>calculation of the annual inflation factor. The total amount appropriated</u>
- 31 for medicaid nursing facility rates shall include amounts for rate

1 enhancement and any other purpose related to medicaid nursing facility

- 2 <u>services and shall be used as the base for funding for the following</u>
- 3 fiscal year.
- 4 (b) The department shall file a report electronically with the
- 5 Legislative Fiscal Analyst and the Clerk of the Legislature no later than
- 6 August 1 of each year identifying how the inflation factor was calculated
- 7 for that year's medicaid nursing facility rates.
- 8 (c) The department shall file a report electronically with the
- 9 <u>Legislative Fiscal Analyst and the Clerk of the Legislature</u> between
- 10 December 15 and December 31 of each year identifying the amount of any
- 11 <u>remaining unobligated appropriation from the prior appropriations</u>
- 12 <u>earmarked for medicaid nursing facility payments. The report shall</u>
- include an identification of encumbrances and retroactive payments.
- 14 Sec. 2. Section 68-1917, Reissue Revised Statutes of Nebraska, is
- 15 amended to read:
- 16 68-1917 Except for facilities which are exempt under section 68-1918
- 17 and facilities referred to in section 68-1919, each nursing facility or
- 18 skilled nursing facility licensed under the Health Care Facility
- 19 Licensure Act shall pay a quality assurance assessment based on total
- 20 resident days, including bed-hold days, less medicare days, for the
- 21 purpose of improving the quality of nursing facility or skilled nursing
- 22 facility care in this state. The assessment shall be nine three dollars
- 23 and fifty cents for each resident day for the preceding calendar quarter.
- 24 The assessment in the aggregate shall not exceed the amount stated in
- 25 section 68-1920.
- Sec. 3. Original sections 68-949 and 68-1917, Reissue Revised
- 27 Statutes of Nebraska, are repealed.