Soon - In edit 2/5

### 1999 - 2000 LEGISLATURE

LRB-0028/**≸** & DAK:jlg:l**≸** 

D-NOTE

DOA:.....Jablonsky – Public health and health care financing appropriation changes

For 1999–01 Budget — Not Ready For Introduction

AN ACT ...; relating to: the budget.

1

# Analysis by the Legislative Reference Bureau HEALTH AND HUMAN SERVICES

#### HEALTH

Under current law, the appropriation accounts for expenditure of moneys by the department of health and family services (DHFS) are specified for several categories, including state operations and aids and local assistance for health services planning, regulation and delivery.

This bill reclassifies current categories of appropriation accounts for DHFS for health services planning, regulation and delivery into categories of health care financing and public health state operations and aids and local assistance.

For further information see the **state** fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

\*\*\*\*Note: This redraft (-0028/5) eliminates treatment of s. 16.0095, which is repealed in LRB-0829. If LRB-0829 is not included in the budget bill, the treatment should be restored.

- **SECTION 1.** 20.435 (1) (title) of the statutes is amended to read:
- 2 20.435 (1) (title) Health Public Health Services Planning, regulation and
- 3 DELIVERY; STATE OPERATIONS.

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

\*\*\*\*Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

**SECTION 2.** 20.435 (1) (a) of the statutes is amended to read:

20.435 (1) (a) General program operations. The amounts in the schedule for general program operations, including <u>public</u> health services regulation, administration and field services.

**SECTION 3.** 20.435 (1) (gm) of the statutes is amended to read:

20.435 (1) (gm) Licensing, review and certifying activities; fees; supplies and services. The amounts in the schedule for the purposes specified in ss. 146.50 (8), 250.05 (6), 252.23, 252.24, 252.245, 254.176, 254.178, 254.20 (5) and (8), 254.31 to 254.39, 254.41, 254.47, 254.61 to 254.89 and 255.08 (2) and ch. 150 69, for the purchase and distribution of medical supplies and to analyze and provide data under s. 250.04. All moneys received under ss. 146.50 (5) (f) (8) (d), 150.13 and (10) (a) 2. and 3., 250.04 (3m), 250.05 (6), 252.23 (4) (a), 252.24 (4) (a), 252.245 (9), 254.176, 254.178, 254.20 (5) and (8), 254.31 to 254.39, 254.41, 254.47, 254.61 to 254.89 and 255.08 (2) (b) and ch. 69 and as reimbursement for medical supplies shall be credited to this appropriation account. From the fees collected under s. 50.135 (2), \$444,700 in fiscal year 1997–98 and \$451,600 in fiscal year 1998–99 shall be credited to this appropriation account.

\*\*\*\*NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

\*\*\*\*NOTE: This is reconciled s. 20.435 (1) (gm). This SECTION has been affected by drafts with the following LRB numbers: LRB-0027/4, LRB-0028/6 and LRB-0329/3.

**SECTION 4.** 20.435 (1) (gp) of the statutes is renumbered 20.435 (4) (gp).

|    | ****NOTE: This SECTION involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
|----|--|
| 1  | <b>SECTION 5.</b> 20.435 (1) (hg) of the statutes is renumbered 20.435 (4) (hg).   |
|    | ****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 2  | <b>SECTION 6.</b> 20.435 (1) (hi) of the statutes is renumbered 20.435 (4) (hi).   |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 3  | <b>SECTION 7.</b> 20.435 (1) (in) of the statutes is renumbered 20.435 (4) (in).   |
|    | ****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 4  | <b>SECTION 8.</b> 20.435 (1) (u) of the statutes is renumbered 20.435 (4) (u).   |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 5  | SECTION 9. 20.435 (4) (title) of the statutes is created to read:  |
| 6  | 20.435 (4) (title) Health services planning, regulation and delivery; health   |
| 7  | CARE FINANCING.  |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 8  | SECTION 10. 20.435 (4) (a) of the statutes is created to read:   |
| 9  | 20.435 (4) (a) General program operations. The amounts in the schedule for   |
| 10 | general program operations, including health care financing regulation,  |
| 11 | administration and field services.   |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 12 | SECTION 11. 20.435 (4) (e) of the statutes is created to read:   |
| 13 | 20.435 (4) (e) Disease aids. Biennially, the amounts in the schedule for   |
| 14 | assisting victims of diseases, as provided in ss. 49.68, 49.683 and 49.685.  |
|    | ****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 15 | SECTION 12. 20.435 (4) (gm) of the statutes is created to read:  |

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20.435 (4) (gm) Health services regulation and vital statistics. The amounts in the schedule for the purposes specified in chs. 69 and 150. All moneys received under ch. 69 and s. 150.13 shall be credited to this appropriation account. From the fees collected under s. 50.135 (2), \$247,000 in fiscal year 1999–2000 and \$297,200 in fiscal year 2000–01 shall be credited to this appropriation account.

\*\*\*\*Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

**SECTION 13.** 20.435 (4) (i) of the statutes is created to read:

20.435 (4) (i) Gifts and grants; health care financing. All moneys received from gifts, grants, bequests and trust funds to provide health care financing consistent with the purpose of the gift, grant, bequest or trust fund.

\*\*\*\*NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

**SECTION 14.** 20.435 (4) (kx) of the statutes is created to read:

20.435 (4) (kx) Interagency and intra-agency programs. All moneys received from other state agencies and all moneys received by the department from the department for the administration of programs or projects, for the purposes for which received.

\*\*\*\*Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

SECTION 15. 20.435 (4) (ky) of the statutes is created to read:

20.435 (4) (ky) Interagency and intra-agency aids. All moneys received from other state agencies, including moneys transferred from s. 20.505 (8) (hm) 7., and all moneys received by the department from the department for aids to individuals and organizations, for the purpose of providing those aids.

\*\*\*\*Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

|    | ****NOTE: The inclusion of the reference to s. 20.505 (8) (hm) in this paragraph is based on the creation of s. 20.505 (8) (hm) in LRB-0757. If LRB-0757 is not included in the budget bill, this paragraph will need to be redrafted. |
|----|--|
| 1  | SECTION 16. 20.435 (4) (kz) of the statutes is created to read:  |
| 2  | 20.435 (4) (kz) Interagency and intra-agency local assistance. All moneys  |
| 3  | received from other state agencies and all moneys received by the department from  |
| 4  | the department for local assistance, for the purpose of providing that assistance.   |
|    | ****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.   |
| 5  | SECTION 17. 20.435 (4) (m) of the statutes is created to read:   |
| 6  | 20.435 (4) (m) Federal project operations. All moneys received from the federal  |
| 7  | government or any of its agencies for the state administration of specific limited term  |
| 8  | projects, to be expended for the purposes specified.   |
|    | ****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.   |
| 9  | SECTION 18. 20.435 (4) (ma) of the statutes is created to read:  |
| 10 | 20.435 (4) (ma) Federal project aids. All moneys received from the federal   |
| 11 | government or any of its agencies for specific limited term projects of aids to  |
| 12 | individuals or organizations, to be expended for the purposes specified.   |
|    | ****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.   |
| 13 | SECTION 19. 20.435 (4) (md) of the statutes is created to read:  |
| 14 | 20.435 (4) (md) Federal block grant aids. All block grant moneys received from   |
| 15 | the federal government or any of its agencies for aids to individuals or organizations,  |
| 16 | other than for specific limited term projects and continuing programs, to be expended  |
| 17 | for the purposes specified.  |
|    | ****NOTE: This Section involves a change in an appropriation that must be  |

reflected in the revised schedule in s. 20.005, stats.

18

SECTION 20. 20.435 (4) (n) of the statutes is created to read:

| 1  | 20.435 (4) (n) Federal program operations. All moneys received from the  |
|----|--|
| 2  | federal government or any of its agencies for the state administration of continuing   |
| 3  | programs, to be expended for the purposes specified.   |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 4  | SECTION 21. 20.435 (4) (na) of the statutes is created to read:  |
| 5  | 20.435 (4) (na) Federal program aids. All moneys received from the federal   |
| 6  | government or any of its agencies for continuing programs of aids to individuals or  |
| 7  | organizations, to be expended for the purposes specified.  |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 8  | SECTION 22. 20.435 (5) (title) of the statutes is amended to read:   |
| 9  | 20.435 (5) (title) HEALTH PUBLIC HEALTH SERVICES PLANNING, REGULATION AND  |
| 10 | DELIVERY; AIDS AND LOCAL ASSISTANCE.   |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 11 | <b>Section 23.</b> 20.435 (5) (af) of the statutes is renumbered 20.435 (4) (af).  |
|    | ****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 12 | <b>SECTION 24.</b> 20.435 (5) (ah) of the statutes is renumbered 20.435 (4) (ah).  |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 13 | <b>Section 25.</b> 20.435 (5) (bc) of the statutes is renumbered 20.435 (4) (bc).  |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 14 | <b>Section 26.</b> 20.435 (5) (bs) of the statutes is renumbered 20.435 (4) (bs).  |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 15 | <b>SECTION 27.</b> $20.435(5)(d)$ of the statutes is renumbered $20.435(4)(d)$ .   |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 16 | SECTION 28. 20.435 (5) (e) of the statutes is amended to read:   |

| 1   | 20.435 (5) (e) Disease aids. Biennially, the amounts in the schedule for  |
|-----|---|
| 2   | assisting victims of diseases, as provided in ss. 49.68, 49.683, 49.685, 58.06, 252.08  |
| 3   | (4) and (5) and s. 252.10 (6) and (7), as allocated distributed by the department.  |
|     | ****Note: This is reconciled s. 20.435 (5) (e). This Section has been affected by drafts with the following LRB numbers: LRB-0028/6 and LRB-0183/1. |
| 4   | <b>SECTION 29.</b> 20.435 (5) (gh) of the statutes is renumbered 20.435 (4) (gh).   |
|     | ****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.                    |
| 5   | <b>SECTION 30.</b> 20.435 (5) (im) of the statutes is renumbered 20.435 (4) (im).   |
|     | ****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.                    |
| 6   | <b>SECTION 31.</b> 20.435 (5) (jz) of the statutes is renumbered 20.435 (4) (jz).   |
|     | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.                    |
| (7) | <b>SECTION 32.</b> 20.435 (5) (p) of the statutes is renumbered 20.435 (4)  |
|     | ****NOTE: This SECTION involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.                    |
| 8   | <b>SECTION 33.</b> 20.435 (7) (kb) of the statutes is amended to read:  |
| 9   | 20.435 (7) (kb) Severely emotionally disturbed children. As a continuing  |
| 10  | appropriation, all moneys transferred from the appropriation under sub. $(5)$ $(4)$ $(b)$   |
| 11  | to this appropriation to provide, under s. 46.485, mental health care and treatment   |
| 12  | and community-based mental health services for severely emotionally disturbed   |
| 13  | children. Notwithstanding s. 20.002 (1), the department of health and family  |
| 14  | services may transfer from this appropriation to the appropriation under sub. $(5)$ $(4)$   |
| 15  | (b) funds as specified in s. 46.485 (3r).   |
| 16  | SECTION 34. 20.505 (8) (hm) 7. of the statutes is created to read:  |
| 17  | 20.505 (8) (hm) 7. The amount transferred to the appropriation account under  |
| 18  | s. $20.435(4)(ky)$ shall be \$2,055,000 in fiscal year 1999–2000 and \$2,115,000 in fiscal  |
| 19  | year 2000–01.   |

 $\mathbf{2}$ 

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

\*\*\*\*NOTE: The creation of this subdivision is based on the creation of s. 20.505 (8) (hm) in LRB-0757. If LRB-0757 is not included in the budget bill, this subdivision should be eliminated.

**SECTION 35.** 46.27 (9) (a) of the statutes is amended to read:

46.27 (9) (a) The department may select up to 5 counties that volunteer to participate in a pilot project under which they will receive certain funds allocated for long-term care. The department shall allocate a level of funds to these counties equal to the amount that would otherwise be paid under s. 20.435(5)(4)(b) to nursing homes for providing care because of increased utilization of nursing home services, as estimated by the department. In estimating these levels, the department shall exclude any increased utilization of services provided by state centers for the developmentally disabled. The department shall calculate these amounts on a calendar year basis under sub. (10).

**SECTION 36.** 46.27 (10) (a) 1. of the statutes is amended to read:

46.27 (10) (a) 1. The department shall determine for each county participating in the pilot project under sub. (9) a funding level of state medical assistance expenditures to be received by the county. This level shall equal the amount that the department determines would otherwise be paid under s. 20.435 (5) (4) (b) because of increased utilization of nursing home services, as estimated by the department.

SECTION 37. 46.27 (11) (c) 3. of the statutes is amended to read:

46.27 (11) (c) 3. Medical assistance reimbursement for services a county, a private nonprofit agency or an aging unit with which the department contracts provides under this subsection shall be made from the appropriations under s. 20.435 (5) (4) (o) and (7) (b) and (bd).

SECTION 38. 46.27 (11) (c) 4. of the statutes is amended to read:

46.27 (11) (c) 4. The department may, from the appropriation under s. 20.435 (5) (4) (o), provide reimbursement for services provided under this subsection by counties that are in excess of the current average annual per person rate, as established by the department, and are less than or equal to the average amount approved in the waiver received under par. (am).

**SECTION 39.** 46.275 (5) (a) of the statutes is amended to read:

46.275 (5) (a) Medical assistance reimbursement for services a county, or the department under sub. (3r), provides under this program is available from the appropriations under s. 20.435 (5) (4) (b) and (o). If 2 or more counties jointly contract to provide services under this program and the department approves the contract, medical assistance reimbursement is also available for services provided jointly by these counties.

**SECTION 40.** 46.275 (5) (c) of the statutes is amended to read:

46.275 (5) (c) The total allocation under s. 20.435 (5) (4) (b) and (o) to counties and to the department under sub. (3r) for services provided under this section may not exceed the amount approved by the federal department of health and human services. A county may use funds received under this section only to provide services to persons who meet the requirements under sub. (4) and may not use unexpended funds received under this section to serve other developmentally disabled persons residing in the county.

SECTION 41. 46.275 (5) (d) of the statutes is amended to read:

46.275 (5) (d) The department may, from the appropriation under s. 20.435 (5) (4) (o), provide reimbursement for services provided under this section by counties that are in excess of the current average annual per person rate, as established by

the department, and are less than the average amount approved in the waiver received under sub. (2).

SECTION 42. 46.278 (6) (d) of the statutes is amended to read:

46.278 (6) (d) If a county makes available nonfederal funds equal to the state share of service costs under the waiver received under sub. (3), the department may, from the appropriation under s. 20.435 (5) (4) (0), provide reimbursement for services that the county provides under this section to persons who are in addition to those who may be served under this section with funds from the appropriation under s. 20.435 (5) (4) (b).

**SECTION 43.** 46.485 (2g) (intro.) of the statutes is amended to read:

46.485 (2g) (intro.) From the appropriation under s. 20.435 (5) (4) (b), the department may in each fiscal year transfer funds to the appropriation under s. 20.435 (7) (kb) for distribution under this section and from the appropriation under s. 20.435 (7) (mb) the department may not distribute more than \$1,330,500 in each fiscal year to applying counties in this state that meet all of the following requirements, as determined by the department:

**SECTION 44.** 46.485 (3r) of the statutes is amended to read:

46.485 (3r) Funds that a county does not encumber before 24 months after June 30 of the fiscal year in which the funds were distributed under sub. (2g) lapse to the appropriation under s.  $20.435 ext{ (5) } ext{ (4)}$  (b).

SECTION 45. 49.45 (2) (a) 4. of the statutes is amended to read:

49.45 (2) (a) 4. To the extent funds are available under s. 20.435 (1) (4) (bm), certify all proper charges and claims for administrative services to the department of administration for payment and the department of administration shall draw its warrant forthwith.

| 1          | SECTION 46. 49.45 (2) (a) 17. of the statutes is amended to read:   |
|------------|---|
| 2          | 49.45 (2) (a) 17. Notify the governor, the joint committee on legislative   |
| 3          | organization, the joint committee on finance and appropriate standing committees,   |
| 4          | as determined by the presiding officer of each house, if the appropriation under s.   |
| 5          | $20.435 \frac{(5)}{(4)}$ (b) is insufficient to provide the state share of medical assistance.  |
| 6          | SECTION 47. 49.45 (3) (am) 1. of the statutes is amended to read:   |
| 7          | 49.45 (3) (am) 1. From the appropriation under s. 20.435 (1) (4) (bm), the  |
| 8          | department shall make incentive payments to counties to encourage counties to   |
| 9          | identify medical assistance applicants and recipients who have other health care  |
| 10         | coverage and the providers of the health care coverage and give that information to   |
| 11         | the department. (4) (b), (pa)   |
| 12         | SECTION 48. 49.45 (3) (j) of the statutes is amended to read:   |
| 13         | 49.45 (3) (j) Reimbursement for administrative contract costs under this  |
| 14         | section is limited to the funds available under s. $20.435 \frac{1}{4} \cdot (4)$ (bm).   |
| 15         | SECTION 49. 49.45 (6m) (ag) (intro.) of the statutes is amended to read:  |
| 16         | 49.45 (6m) (ag) (intro.) Payment for care provided in a facility under this   |
| <b>1</b> 7 | subsection made under s. $20.435 \frac{(1)}{40} \frac{(p) \text{ or } (5) (b)}{(p) \text{ or } (0) \text{ shall, except as provided}}$  |
| 18         | in pars. (bg), (bm) and (br), be determined according to a prospective payment system   |
| 19         | updated annually by the department. The payment system shall implement  |
| 20         | standards that are necessary and proper for providing patient care and that meet  |
| 21         | quality and safety standards established under subch. II of ch. 50 and ch. 150. The   |
| 22         | payment system shall reflect all of the following:  |
|            | ****NOTE: This redraft (-0028/5) deletes treatment of s. 49.45 (6m) (ag) 8., which is repealed in LRB-1756. If LRB-1756 is not included in the budget bill, the treatment should be restored. |

Section 50. 49.45 (6t) (intro.) of the statutes is amended to read:

49.45 (6t) COUNTY DEPARTMENT AND LOCAL HEALTH DEPARTMENT OPERATING DEFICIT REDUCTION. (intro.) From the appropriation under s. 20.435 (5) (4) (0), for reduction of operating deficits, as defined under criteria developed by the department, incurred by a county department under s. 46.215, 46.22, 46.23 or 51.42 or by a local health department, as defined in s. 250.01 (4), for services provided under s. 49.46 (2) (a) 4. d. and (b) 6. f., j., k. and L., 9. and 15., for case management services under s. 49.46 (2) (b) 12. and for mental health day treatment services for minors provided under the authorization under 42 USC 1396d (r) (5), the department shall allocate up to \$4,500,000 in each fiscal year to these county departments, or local health departments as determined by the department, and shall perform all of the following:

**SECTION 51.** 49.45 (6t) (d) of the statutes is amended to read:

49.45 (6t) (d) If the federal department of health and human services approves for state expenditure in a fiscal year amounts under s. 20.435 (5) (4) (o) that result in a lesser allocation amount than that allocated under this subsection or disallows use of the allocation of federal medicaid funds under par. (c), reduce allocations under this subsection and distribute on a prorated basis, as determined by the department.

SECTION 52. 49.45 (6u) (d) of the statutes is amended to read:

49.45 (6u) (d) If the federal department of health and human services approves for state expenditure in a fiscal year amounts under s. 20.435 (5) (4) (o) that result in a lesser allocation amount than that allocated under this subsection, allocate not more than the lesser amount so approved by the federal department of health and human services.

SECTION 53. 49.45 (6u) (e) of the statutes is amended to read:

49.45 (6u) (e) If the federal department of health and human services approves for state expenditure in a fiscal year amounts under s. 20.435 (5) (4) (o) that result in a lesser allocation amount than that allocated under this subsection, submit a revision of the method developed under par. (b) for approval by the joint committee on finance in that state fiscal year.

**SECTION 54.** 49.45 (6w) (intro.) of the statutes is amended to read:

49.45 (6w) Hospital operating deficit reduction. (intro.) From the appropriation under s. 20.435 (5) (4) (0), for reduction of operating deficits, as defined under criteria developed by the department, incurred by a hospital, as defined under s. 50.33 (2) (a) and (b), that is operated by the state, established under s. 49.71 or owned and operated by a city or village, the department shall allocate up to \$3,300,000 in each fiscal year to these hospitals, as determined by the department, and shall perform all of the following:

**SECTION 55.** 49.45 (6w) (d) of the statutes is amended to read:

49.45 (6w) (d) If the federal department of health and human services approves for state expenditure in a fiscal year amounts under s. 20.435 (5) (4) (o) that result in a lesser allocation amount than that allocated under this subsection or disallows use of the allocation of federal medicaid funds under par. (c), reduce allocations under this subsection and distribute on a prorated basis, as determined by the department.

**SECTION 56.** 49.45 (6x) (a) of the statutes is amended to read:

49.45 (6x) (a) Notwithstanding sub. (3) (e), from the appropriations under s. 20.435 (5) (4) (b) and (o) the department shall distribute not more than \$4,748,000 in each fiscal year, to provide funds to an essential access city hospital, except that the department may not allocate funds to an essential access city hospital to the extent that the allocation would exceed any limitation under 42 USC 1396b (i) (3).

 $\mathbf{2}$ 

**SECTION 57.** 49.45 (6x) (d) of the statutes is amended to read:

49.45 (6x) (d) If the federal department of health and human services approves for state expenditure in any state fiscal year amounts under s. 20.435 (5) (4) (o) that result in a lesser distribution amount than that distributed under this subsection or disallows use of federal medicaid funds under par. (a), the department of health and family services shall reduce the distributions under this subsection.

**SECTION 58.** 49.45 (6y) (a) of the statutes is amended to read:

49.45 (6y) (a) Notwithstanding sub. (3) (e), from the appropriations under s. 20.435 (5) (4) (b) and (o) the department shall distribute funding in each fiscal year to provide supplemental payment to hospitals that enter into a contract under s. 49.02 (2) to provide health care services funded by a relief block grant, as determined by the department, for hospital services that are not in excess of the hospitals' customary charges for the services, as limited under 42 USC 1396b (i) (3). If no relief block grant is awarded under this chapter or if the allocation of funds to such hospitals would exceed any limitation under 42 USC 1396b (i) (3), the department may distribute funds to hospitals that have not entered into a contract under s. 49.02 (2).

SECTION 59. 49.45 (6z) (a) (intro.) of the statutes is amended to read:

49.45 (6z) (a) (intro.) Notwithstanding sub. (3) (e), from the appropriations under s. 20.435 (5) (4) (b) and (o) the department shall distribute funding in each fiscal year to supplement payment for services to hospitals that enter into a contract under s. 49.02 (2) to provide health care services funded by a relief block grant under this chapter, if the department determines that the hospitals serve a disproportionate number of low–income patients with special needs. If no medical relief block grant under this chapter is awarded or if the allocation of funds to such

1 hospitals would exceed any limitation under 42 USC 1396b (i) (3), the department 2 may distribute funds to hospitals that have not entered into a contract under s. 49.02 (2). The department may not distribute funds under this subsection to the extent 3 that the distribution would do any of the following: 4 **SECTION 60.** 49.45 (8) (b) of the statutes is amended to read: 5 49.45 (8) (b) Reimbursement under s. 20.435 (5) (4) (b) and (o) for home health 6 services provided by a certified home health agency or independent nurse shall be 7 made at the home health agency's or nurse's usual and customary fee per patient care 8 visit, subject to a maximum allowable fee per patient care visit that is established 9 10 under par. (c). **SECTION 61.** 49.45 (24m) (intro.) of the statutes is amended to read: 11 49.45 (24m) HOME HEALTH CARE AND PERSONAL CARE PILOT PROGRAM. (intro.) 12 From the appropriations under s. 20.435 (5) (4) (b) and (o), in order to test the 13 feasibility of instituting a system of reimbursement for providers of home health care 14 and personal care services for medical assistance recipients that is based on 15 (pa) competitive bidding, the department shall: 16 SECTION 62. 49.475 (5) of the statutes is amended to read: 17 49.475 (5) REIMBURSEMENT OF COSTS. From the appropriations under s. 20.435 18 (1) (4) (bm) and (p), the department shall reimburse an insurer that provides [19] information under this section for the insurer's reasonable costs incurred in 20 providing the requested information, including its reasonable costs, if any, to develop 21 and operate automated systems specifically for the disclosure of information under 22 this section. 23

**SECTION 63.** 49.496 (5) of the statutes is amended to read:

24

sliding scale.

| SECTION 03  |
|---|
| 49.496 (5) Use of funds. From the appropriation under s. $20.435 (5) (4) (im)$ ,          |
| the department shall pay the amount of the payments under sub. (4) that is not paid       |
| from federal funds, shall pay to the federal government the amount of the funds           |
| recovered under this section equal to the amount of federal funds used to pay the         |
| benefits recovered under this section and shall spend the remainder of the funds          |
| recovered under this section for medical assistance benefits under this subchapter.       |
| SECTION 64. 49.683 (2) of the statutes is amended to read:                                |
| 49.683 (2) Approved costs for medical care under sub. (1) shall be paid from the          |
| appropriation under s. $20.435 \frac{(5)}{(4)} (e)$ .                                     |
| SECTION 65. 49.687 (2) of the statutes is amended to read:                                |
| 49.687 (2) The department shall develop and implement a sliding scale of                  |
| patient liability for kidney disease aid under s. 49.68, cystic fibrosis aid under s.     |
| 49.683 and hemophilia treatment under s. 49.685, based on the patient's ability to        |
| pay for treatment. To ensure that the needs for treatment of patients with lower          |
| incomes receive priority within the availability of funds under s. $20.435 (5) (4) (e)$ , |
| the department shall revise the sliding scale for patient liability by January 1, 1994,   |
| and shall, every 3 years thereafter by January 1, review and, if necessary, revise the    |
|   |

**Section 66.** 50.135(2)(c) of the statutes is amended to read:

SECTION 67. 146.93 (1) (a) of the statutes is amended to read:

appropriations for licensing, review and certifying activities.

50.135 (2) (c) The fees collected under par. (a) shall be credited to the

146.93 (1) (a) From the appropriation under s. 20.435 (1) (4) (gp), the

department shall maintain a program for the provision of primary health care

appropriations under s. 20.435 (1) (4) (gm) and (6) (jm) as specified in those

4

5

6

7

8

9

10

11

15

16

17

18

19

20

21

22

- services based on the primary health care program in existence on June 30, 1987.

  The department may promulgate rules necessary to implement the program.
  - **SECTION 68.** 146.99 of the statutes is amended to read:
  - 146.99 Assessments. The department shall, within 90 days after the commencement of each fiscal year, estimate the total amount of expenditures and the department shall assess the estimated total amount under s. 20.435 (1) (4) (gp) to hospitals, as defined in s. 50.33 (2), in proportion to each hospital's respective gross private—pay patient revenues during the hospital's most recently concluded entire fiscal year. Each hospital shall pay its assessment on or before December 1 for the fiscal year. All payments of assessments shall be deposited in the appropriation under s. 20.435 (1) (4) (gp).
- 12 Section 69. 149.143 (1) (a) of the statutes is amended to read:
- 13 149.143 (1) (a) First from the appropriation under s. 20.435 (5) (4) (af).
- 14 SECTION 70. 149.143 (1) (b) 1. a. of the statutes is amended to read:
  - 149.143 (1) (b) 1. a. First, from premiums from eligible persons with coverage under s. 149.14 set at 150% of the rate that a standard risk would be charged under an individual policy providing substantially the same coverage and deductibles as are provided under the plan, including amounts received for premium and deductible subsidies under ss. 20.435 (5)(4)(ah) and 149.144, and from premiums collected from eligible persons with coverage under s. 149.146 set in accordance with s. 149.146 (2) (b).
    - **SECTION 71.** 149.143 (1) (b) 1. b. of the statutes is amended to read:
- 149.143 (1) (b) 1. b. Second, from the appropriation under s. 20.435 (5) (4) (gh), to the extent that the amounts under subd. 1. a. are insufficient to pay 60% of plan costs.

**SECTION 72.** 149.143 (1) (b) 1. c. of the statutes is amended to read:

149.143 (1) (b) 1. c. Third, by increasing premiums from eligible persons with coverage under s. 149.14 to more than 150% but not more than 200% of the rate that a standard risk would be charged under an individual policy providing substantially the same coverage and deductibles as are provided under the plan, including amounts received for premium and deductible subsidies under ss. 20.435 (5) (4) (ah) and 149.144, and by increasing premiums from eligible persons with coverage under s. 149.146 in accordance with s. 149.146 (2) (b), to the extent that the amounts under subd. 1. a. and b. are insufficient to pay 60% of plan costs.

SECTION 73. 149.143 (2) (a) 1. a. of the statutes is amended to read:

149.143 (2) (a) 1. a. Estimate the amount of enrollee premiums that would be received in the new plan year if the enrollee premiums were set at a level sufficient, when including amounts received for premium and deductible subsidies under ss. 20.435 (5) (4) (ah) and 149.144 and from premiums collected from eligible persons with coverage under s. 149.146 set in accordance with s. 149.146 (2) (b), to cover 60% of the estimated plan costs for the new plan year, after deducting from the estimated plan costs the amount available in the appropriation under s. 20.435 (5) (4) (af) for that plan year.

SECTION 74. 149.143 (2) (a) 1. c. of the statutes is amended to read:

149.143 (2) (a) 1. c. If the amount estimated to be received under subd. 1. a. is less than the amount estimated to be received under subd. 1. b., direct the plan administrator to provide to the department, prior to the beginning of the plan year and according to procedures specified by the department, the amount of the difference. The department shall deposit all amounts received under this subd. 1. c. in the appropriation account under s. 20.435 (5) (4) (gh).

**SECTION 75.** 149.144 of the statutes is amended to read:

149.144 Adjustments to insurer assessments and provider payment rates for premium and deductible reductions. If the moneys under s. 20.435 (5) (4) (ah) are insufficient to reimburse the plan for premium reductions under s. 149.165 and deductible reductions under s. 149.14 (5) (a), or the department determines that the moneys under s. 20.435 (5) (4) (ah) will be insufficient to reimburse the plan for premium reductions under s. 149.165 and deductible reductions under s. 149.14 (5) (a), the department shall, by rule, adjust in equal proportions the amount of the assessment set under s. 149.143 (2) (a) 3. and the provider payment rate set under s. 149.143 (2) (a) 4., subject to s. 149.143 (1) (b) 1., sufficient to reimburse the plan for premium reductions under s. 149.165 and deductible reductions under s. 149.14 (5) (a). The department shall notify the commissioner so that the commissioner may levy any increase in insurer assessments.

**SECTION 76.** 149.165 (4) of the statutes is amended to read:

149.165 (4) The department shall reimburse the plan for premium reductions under sub. (2) and deductible reductions under s. 149.14(5)(a) with moneys from the appropriation under s. 20.435(5)(4)(ah).

SECTION 77. 153.05 (6m) of the statutes is amended to read:

153.05 (6m) The department may contract with the group insurance board for the provision of data collection and analysis services related to health maintenance organizations and insurance companies that provide health insurance for state employes. The department shall establish contract fees for the provision of the services. All moneys collected under this subsection shall be credited to the appropriation under s. 20.435 (1) (4) (hg).

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

**SECTION 78.** 153.60 (1) of the statutes is amended to read:

The department shall, by the first October 1 after the 153.60 (1) commencement of each fiscal year, estimate the total amount of expenditures under this chapter for the department and the board for that fiscal year for data collection. data base development and maintenance, generation of data files and standard reports, orientation and training provided under s. 153.05 (9) and maintaining the board. The department shall assess the estimated total amount for that fiscal year less the estimated total amount to be received for purposes of administration of this chapter under s.  $20.435 \frac{(1)}{(4)}$  (hi) during the fiscal year, the unencumbered balance of the amount received for purposes of administration of this chapter under s. 20.435 (1) (4) (hi) from the prior fiscal year and the amount in the appropriation account under s. 20.435 (1) (dg) for the fiscal year, to health care providers who are in a class of health care providers from whom the department collects data under this chapter in a manner specified by the department by rule. The department shall obtain approval from the board for the amounts of assessments for health care providers other than hospitals and ambulatory surgery centers. The department shall work together with the department of regulation and licensing to develop a mechanism for collecting assessments from health care providers other than hospitals and ambulatory surgery centers. No health care provider that is not a facility may be assessed under this subsection an amount that exceeds \$75 per fiscal year. Each hospital shall pay the assessment on or before December 1. All payments of assessments shall be deposited in the appropriation under s.  $20.435 \frac{(1)}{(4)}$  (hg).

**SECTION 79.** 153.60 (3) of the statutes is amended to read:

153.60 (3) The department shall, by the first October 1 after the commencement of each fiscal year, estimate the total amount of expenditures

required for the collection, database development and maintenance and generation of public data files and standard reports for health care plans that voluntarily agree to supply health care data under s. 153.05 (6r). The department shall assess the estimated total amount for that fiscal year to health care plans in a manner specified by the department by rule and may enter into an agreement with the office of the commissioner of insurance for collection of the assessments. Each health plan that voluntarily agrees to supply this information shall pay the assessments on or before December 1. All payments of assessments shall be deposited in the appropriation under s. 20.435 (1) (4) (hg) and may be used solely for the purposes of s. 153.05 (6r).

**SECTION 80.** 153.65 of the statutes is amended to read:

153.65 Provision of special information; user fees. The department may, but is not required to, provide, upon request from a person, a data compilation or a special report based on the information collected by the department. The department shall establish user fees for the provision of these compilations or reports, payable by the requester, which shall be sufficient to fund the actual necessary and direct cost of the compilation or report. All moneys collected under this section shall be credited to the appropriation under s. 20.435 (1) (4) (hi).

SECTION 81. 867.035 (4) of the statutes is amended to read:

867.035 (4) From the appropriation under s. 20.435 (5) (4) (im), with respect to funds collected by the department under sub. (1) related to medical assistance paid on behalf of the decedent or the decedent's spouse, the department of health and family services shall pay claims under sub. (3), shall pay to the federal government from the amount recovered under this section and not paid out as claims under sub. (3) an amount equal to the amount of federal funds used to pay the benefits recovered

- 1 under this section and shall spend the remainder of the amount recovered under this
- section for medical assistance benefits under subch. IV of ch. 49.

3 (END)

D-NOVE

| The second state of the se |
|--|
| (D-NOTE)   |
| The second secon |
|  |
|  |
| To Sue Jaclousky and Jeff Gerslen:   |
|  |
| $\mathcal{R}$  |
| I This redrapt changes the renumbering   |
| ,  |
| S. 20.435 (5) (p), stato., to 20.435 (4) (p),  |
|  |
|  |
| in response to geff's request, and changes   |
| 010  |
|  |
| appropriate cross-references to reflect that   |
| · · · · · · · · · · · · · · · · · · ·  |
| change and the change in LRB-0030 in   |
|  |
|  |
| the renumbering of s. 20.435 (1)(p), state.,   |
|  |
| 1 22 425 (4)/2.)   |
| to s. 20.435 (4) (pa).   |
|  |
|  |
| $\sim$ $\Lambda V$   |
| DAK  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
|  |
| ·  |
|  |
|  |
|  |

## DRAFTER'S NOTE FROM THE LEGISLATIVE REFERENCE BUREAU

LRB-0028/8dn DAK:jlg:jf

February 9, 1999

To Sue Jablonsky and Jeff Geisler:

This redraft changes the renumbering of s. 20.435(5)(p), stats., to 20.435(4)(p), in response to Jeff's request, and changes appropriate cross—references to reflect that change and the change in LRB–0030 in the renumbering of s. 20.435(1)(p), stats., to s. 20.435(4)(pa).

Debora A. Kennedy Managing Attorney Phone: (608) 266–0137



## State of Misconsin 1999 - 2000 LEGISLATURE

LRB-0028/8 DAK:jlg:jf

DOA:.....Jablonsky – Public health and health care financing appropriation changes

FOR 1999-01 BUDGET — NOT READY FOR INTRODUCTION

AN ACT ...; relating to: the budget.

# Analysis by the Legislative Reference Bureau HEALTH AND HUMAN SERVICES

### HEALTH

Under current law, the appropriation accounts for expenditure of moneys by the department of health and family services (DHFS) are specified for several categories, including state operations and aids and local assistance for health services planning, regulation and delivery.

This bill reclassifies current categories of appropriation accounts for DHFS for health services planning, regulation and delivery into categories of health care financing and public health state operations and aids and local assistance.

For further information see the **state** fiscal estimate, which will be printed as an appendix to this bill.

The people of the state of Wisconsin, represented in senate and assembly, do enact as follows:

\*\*\*\*Note: This redraft (-0028/5) eliminates treatment of s. 16.0095, which is repealed in LRB-0829. If LRB-0829 is not included in the budget bill, the treatment should be restored.

- **SECTION 1.** 20.435 (1) (title) of the statutes is amended to read:
- 2 20.435 (1) (title) Health Public Health Services Planning, regulation and

3 DELIVERY; STATE OPERATIONS.

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

\*\*\*\*NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

**SECTION 2.** 20.435 (1) (a) of the statutes is amended to read:

20.435 (1) (a) General program operations. The amounts in the schedule for general program operations, including <u>public</u> health services regulation, administration and field services.

**SECTION 3.** 20.435 (1) (gm) of the statutes is amended to read:

20.435 (1) (gm) Licensing, review and certifying activities; fees; supplies and services. The amounts in the schedule for the purposes specified in ss. 146.50 (8), 250.05 (6), 252.23, 252.24, 252.245, 254.176, 254.178, 254.20 (5) and (8), 254.31 to 254.39, 254.41, 254.47, 254.61 to 254.89 and 255.08 (2) and ch. 150 69, for the purchase and distribution of medical supplies and to analyze and provide data under s. 250.04. All moneys received under ss. 146.50 (5) (f) (8) (d), 150.13 and (10) (a) 2. and 3., 250.04 (3m), 250.05 (6), 252.23 (4) (a), 252.24 (4) (a), 252.245 (9), 254.176, 254.178, 254.20 (5) and (8), 254.31 to 254.39, 254.41, 254.47, 254.61 to 254.89 and 255.08 (2) (b) and ch. 69 and as reimbursement for medical supplies shall be credited to this appropriation account. From the fees collected under s. 50.135 (2), \$444,700 in fiscal year 1997–98 and \$451,600 in fiscal year 1998–99 shall be credited to this appropriation account.

\*\*\*\*Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

\*\*\*\*Note: This is reconciled s. 20.435(1) (gm). This Section has been affected by drafts with the following LRB numbers: LRB-0027/4, LRB-0028/6 and LRB-0329/3.

**SECTION 4.** 20.435 (1) (gp) of the statutes is renumbered 20.435 (4) (gp).

|    | ****NOTE: This SECTION involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
|----|--|
| 1  | <b>SECTION 5.</b> 20.435 (1) (hg) of the statutes is renumbered 20.435 (4) (hg).   |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 2  | <b>SECTION 6.</b> 20.435 (1) (hi) of the statutes is renumbered 20.435 (4) (hi).   |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 3  | <b>SECTION 7.</b> 20.435 (1) (in) of the statutes is renumbered 20.435 (4) (in).   |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 4  | <b>SECTION 8.</b> 20.435 (1) (u) of the statutes is renumbered 20.435 (4) (u).   |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 5  | SECTION 9. 20.435 (4) (title) of the statutes is created to read:  |
| 6  | 20.435 (4) (title) Health services planning, regulation and delivery; health   |
| 7  | CARE FINANCING.  |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 8  | SECTION 10. 20.435 (4) (a) of the statutes is created to read:   |
| 9  | 20.435 (4) (a) General program operations. The amounts in the schedule for   |
| 10 | general program operations, including health care financing regulation,  |
| 11 | administration and field services.   |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 12 | SECTION 11. 20.435 (4) (e) of the statutes is created to read:   |
| 13 | 20.435 (4) (e) Disease aids. Biennially, the amounts in the schedule for   |
| 14 | assisting victims of diseases, as provided in ss. 49.68, 49.683 and 49.685.  |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 15 | SECTION 12. 20.435 (4) (gm) of the statutes is created to read:  |

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20.435 (4) (gm) Health services regulation and vital statistics. The amounts in the schedule for the purposes specified in chs. 69 and 150. All moneys received under ch. 69 and s. 150.13 shall be credited to this appropriation account. From the fees collected under s. 50.135 (2), \$247,000 in fiscal year 1999–2000 and \$297,200 in fiscal year 2000–01 shall be credited to this appropriation account.

\*\*\*\*NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

**SECTION 13.** 20.435 (4) (i) of the statutes is created to read:

20.435 (4) (i) Gifts and grants; health care financing. All moneys received from gifts, grants, bequests and trust funds to provide health care financing consistent with the purpose of the gift, grant, bequest or trust fund.

\*\*\*\*Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

**SECTION 14.** 20.435 (4) (kx) of the statutes is created to read:

20.435 (4) (kx) Interagency and intra-agency programs. All moneys received from other state agencies and all moneys received by the department from the department for the administration of programs or projects, for the purposes for which received.

\*\*\*\*Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

**SECTION 15.** 20.435 (4) (ky) of the statutes is created to read:

20.435 (4) (ky) Interagency and intra-agency aids. All moneys received from other state agencies, including moneys transferred from s. 20.505 (8) (hm) 7., and all moneys received by the department from the department for aids to individuals and organizations, for the purpose of providing those aids.

\*\*\*\*NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.

|    | ****NOTE: The inclusion of the reference to s. 20.505 (8) (hm) in this paragraph is based on the creation of s. 20.505 (8) (hm) in LRB-0757. If LRB-0757 is not included in the budget bill, this paragraph will need to be redrafted. |
|----|--|
| 1  | SECTION 16. 20.435 (4) (kz) of the statutes is created to read:  |
| 2  | 20.435 (4) (kz) Interagency and intra-agency local assistance. All moneys  |
| 3  | received from other state agencies and all moneys received by the department from  |
| 4  | the department for local assistance, for the purpose of providing that assistance.   |
|    | ****NOTE: This SECTION involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.   |
| 5  | SECTION 17. 20.435 (4) (m) of the statutes is created to read:   |
| 6  | 20.435 (4) (m) Federal project operations. All moneys received from the federal  |
| 7  | government or any of its agencies for the state administration of specific limited term  |
| 8  | projects, to be expended for the purposes specified.   |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.   |
| 9  | SECTION 18. 20.435 (4) (ma) of the statutes is created to read:  |
| 10 | 20.435 (4) (ma) Federal project aids. All moneys received from the federal   |
| 11 | government or any of its agencies for specific limited term projects of aids to  |
| 12 | individuals or organizations, to be expended for the purposes specified.   |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.   |
| 13 | SECTION 19. 20.435 (4) (md) of the statutes is created to read:  |
| 14 | 20.435 (4) (md) Federal block grant aids. All block grant moneys received from   |
| 15 | the federal government or any of its agencies for aids to individuals or organizations   |
| 16 | other than for specific limited term projects and continuing programs, to be expended  |
| 17 | for the purposes specified.  |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.   |

**SECTION 20.** 20.435 (4) (n) of the statutes is created to read:

18

| 1  | 20.435 (4) (n) Federal program operations. All moneys received from the  |
|----|--|
| 2  | federal government or any of its agencies for the state administration of continuing   |
| 3  | programs, to be expended for the purposes specified.   |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 4  | SECTION 21. 20.435 (4) (na) of the statutes is created to read:  |
| 5  | 20.435 (4) (na) Federal program aids. All moneys received from the federal   |
| 6  | government or any of its agencies for continuing programs of aids to individuals or  |
| 7  | organizations, to be expended for the purposes specified.  |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 8  | SECTION 22. 20.435 (5) (title) of the statutes is amended to read:   |
| 9  | 20.435 (5) (title) HEALTH PUBLIC HEALTH SERVICES PLANNING, REGULATION AND  |
| 10 | DELIVERY; AIDS AND LOCAL ASSISTANCE.   |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 11 | <b>SECTION 23.</b> 20.435 (5) (af) of the statutes is renumbered 20.435 (4) (af).  |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 12 | <b>SECTION 24.</b> 20.435 (5) (ah) of the statutes is renumbered 20.435 (4) (ah).  |
|    | ****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 13 | <b>SECTION 25.</b> 20.435 (5) (bc) of the statutes is renumbered 20.435 (4) (bc).  |
|    | ****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 14 | <b>SECTION 26.</b> 20.435 (5) (bs) of the statutes is renumbered 20.435 (4) (bs).  |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 15 | <b>SECTION 27.</b> 20.435 (5) (d) of the statutes is renumbered 20.435 (4) (d).  |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats. |
| 16 | SECTION 28. 20.435 (5) (e) of the statutes is amended to read:   |

| 1  | 20.435 (5) (e) Disease aids. Biennially, the amounts in the schedule for  |
|----|---|
| 2  | assisting victims of diseases, as provided in ss. 49.68, 49.683, 49.685, 58.06, 252.08  |
| 3  | $(4)$ and $(5)$ and $\underline{s}$ . 252.10 $(6)$ and $(7)$ , as allocated distributed by the department.  |
|    | ****NOTE: This is reconciled s. 20.435 (5) (e). This Section has been affected by drafts with the following LRB numbers: LRB-0028/6 and LRB-0183/1. |
| 4  | <b>SECTION 29.</b> 20.435 (5) (gh) of the statutes is renumbered 20.435 (4) (gh).   |
|    | ****NOTE: This SECTION involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.                    |
| 5  | <b>SECTION 30.</b> 20.435 (5) (im) of the statutes is renumbered 20.435 (4) (im).   |
|    | ****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.                    |
| 6  | <b>SECTION 31.</b> 20.435 (5) (jz) of the statutes is renumbered 20.435 (4) (jz).   |
|    | ****NOTE: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.                    |
| 7  | <b>SECTION 32.</b> 20.435 (5) (p) of the statutes is renumbered 20.435 (4) (p).   |
|    | ****Note: This Section involves a change in an appropriation that must be reflected in the revised schedule in s. 20.005, stats.                    |
| 8  | SECTION 33. 20.435 (7) (kb) of the statutes is amended to read:   |
| 9  | 20.435 (7) (kb) Severely emotionally disturbed children. As a continuing  |
| 10 | appropriation, all moneys transferred from the appropriation under sub. $(5)$ $(4)$ (b)   |
| 11 | to this appropriation to provide, under s. 46.485, mental health care and treatment   |
| 12 | and community-based mental health services for severely emotionally disturbed   |
| 13 | children. Notwithstanding s. 20.002 (1), the department of health and family  |
| 14 | services may transfer from this appropriation to the appropriation under sub. $(5)$ $(4)$   |
| 15 | (b) funds as specified in s. 46.485 (3r).   |
| 16 | SECTION 34. 20.505 (8) (hm) 7. of the statutes is created to read:  |
| 17 | 20.505 (8) (hm) 7. The amount transferred to the appropriation account under  |
| 18 | s. $20.435(4)(ky)$ shall be \$2,055,000 in fiscal year 1999–2000 and \$2,115,000 in fiscal  |
| 19 | year 2000–01.   |

\*\*\*\*Note: The creation of this subdivision is based on the creation of s. 20.505 (8) (hm) in LRB-0757. If LRB-0757 is not included in the budget bill, this subdivision should be eliminated.

**SECTION 35.** 46.27 (9) (a) of the statutes is amended to read:

46.27 (9) (a) The department may select up to 5 counties that volunteer to participate in a pilot project under which they will receive certain funds allocated for long-term care. The department shall allocate a level of funds to these counties equal to the amount that would otherwise be paid under s. 20.435 (5)(4)(b) to nursing homes for providing care because of increased utilization of nursing home services, as estimated by the department. In estimating these levels, the department shall exclude any increased utilization of services provided by state centers for the developmentally disabled. The department shall calculate these amounts on a calendar year basis under sub. (10).

**SECTION 36.** 46.27 (10) (a) 1. of the statutes is amended to read:

46.27 (10) (a) 1. The department shall determine for each county participating in the pilot project under sub. (9) a funding level of state medical assistance expenditures to be received by the county. This level shall equal the amount that the department determines would otherwise be paid under s. 20.435 (5) (4) (b) because of increased utilization of nursing home services, as estimated by the department.

**SECTION 37.** 46.27 (11) (c) 3. of the statutes is amended to read:

46.27 (11) (c) 3. Medical assistance reimbursement for services a county, a private nonprofit agency or an aging unit with which the department contracts provides under this subsection shall be made from the appropriations under s. 20.435 (5) (4) (0) and (7) (b) and (bd).

SECTION 38. 46.27 (11) (c) 4. of the statutes is amended to read:

46.27 (11) (c) 4. The department may, from the appropriation under s. 20.435 (5) (4) (o), provide reimbursement for services provided under this subsection by counties that are in excess of the current average annual per person rate, as established by the department, and are less than or equal to the average amount approved in the waiver received under par. (am).

**SECTION 39.** 46.275 (5) (a) of the statutes is amended to read:

46.275 (5) (a) Medical assistance reimbursement for services a county, or the department under sub. (3r), provides under this program is available from the appropriations under s. 20.435 (5) (4) (b) and (o). If 2 or more counties jointly contract to provide services under this program and the department approves the contract, medical assistance reimbursement is also available for services provided jointly by these counties.

## **SECTION 40.** 46.275 (5) (c) of the statutes is amended to read:

46.275 (5) (c) The total allocation under s. 20.435 (5) (4) (b) and (o) to counties and to the department under sub. (3r) for services provided under this section may not exceed the amount approved by the federal department of health and human services. A county may use funds received under this section only to provide services to persons who meet the requirements under sub. (4) and may not use unexpended funds received under this section to serve other developmentally disabled persons residing in the county.

#### **SECTION 41.** 46.275 (5) (d) of the statutes is amended to read:

46.275 (5) (d) The department may, from the appropriation under s. 20.435 (5) (4) (o), provide reimbursement for services provided under this section by counties that are in excess of the current average annual per person rate, as established by

the department, and are less than the average amount approved in the waiver received under sub. (2).

**SECTION 42.** 46.278 (6) (d) of the statutes is amended to read:

46.278 (6) (d) If a county makes available nonfederal funds equal to the state share of service costs under the waiver received under sub. (3), the department may, from the appropriation under s. 20.435(5)(4)(0), provide reimbursement for services that the county provides under this section to persons who are in addition to those who may be served under this section with funds from the appropriation under s. 20.435(5)(4)(b).

**SECTION 43.** 46.485 (2g) (intro.) of the statutes is amended to read:

46.485 (2g) (intro.) From the appropriation under s. 20.435 (5) (4) (b), the department may in each fiscal year transfer funds to the appropriation under s. 20.435 (7) (kb) for distribution under this section and from the appropriation under s. 20.435 (7) (mb) the department may not distribute more than \$1,330,500 in each fiscal year to applying counties in this state that meet all of the following requirements, as determined by the department:

**SECTION 44.** 46.485 (3r) of the statutes is amended to read:

46.485 (3r) Funds that a county does not encumber before 24 months after June 30 of the fiscal year in which the funds were distributed under sub. (2g) lapse to the appropriation under s. 20.435 (5) (4) (b).

SECTION 45. 49.45 (2) (a) 4. of the statutes is amended to read:

49.45 (2) (a) 4. To the extent funds are available under s. 20.435 (1) (4) (bm), certify all proper charges and claims for administrative services to the department of administration for payment and the department of administration shall draw its warrant forthwith.

| 1  | <b>SECTION 46.</b> 49.45 (2) (a) 17. of the statutes is amended to read:  |
|----|---|
| 2  | 49.45 (2) (a) 17. Notify the governor, the joint committee on legislative   |
| 3  | organization, the joint committee on finance and appropriate standing committees,   |
| 4  | as determined by the presiding officer of each house, if the appropriation under s.   |
| 5  | $20.435 	ext{ (5) } 	ext{ (4)}$ (b) is insufficient to provide the state share of medical assistance.   |
| 6  | SECTION 47. 49.45 (3) (am) 1. of the statutes is amended to read:   |
| 7  | 49.45 (3) (am) 1. From the appropriation under s. 20.435 (1) (4) (bm), the  |
| 8  | department shall make incentive payments to counties to encourage counties to   |
| 9  | identify medical assistance applicants and recipients who have other health care  |
| 10 | coverage and the providers of the health care coverage and give that information to   |
| 11 | the department.   |
| 12 | SECTION 48. 49.45 (3) (j) of the statutes is amended to read:   |
| 13 | 49.45 (3) (j) Reimbursement for administrative contract costs under this  |
| 14 | section is limited to the funds available under s. $20.435(1)(4)(bm)$ .   |
| 15 | SECTION 49. 49.45 (6m) (ag) (intro.) of the statutes is amended to read:  |
| 16 | 49.45 (6m) (ag) (intro.) Payment for care provided in a facility under this   |
| 17 | subsection made under s. 20.435 (1) (p) or (5) (b) (4) (b), (pa) or (o) shall, except as  |
| 18 | provided in pars. (bg), (bm) and (br), be determined according to a prospective   |
| 19 | payment system updated annually by the department. The payment system shall   |
| 20 | implement standards that are necessary and proper for providing patient care and  |
| 21 | that meet quality and safety standards established under subch. II of ch. 50 and ch   |
| 22 | 150. The payment system shall reflect all of the following:   |
|    | ****NOTE: This redraft (-0028/5) deletes treatment of s. 49.45 (6m) (ag) 8., which is repealed in LRB-1756. If LRB-1756 is not included in the budget bill, the treatment should be restored. |

SECTION 50. 49.45 (6t) (intro.) of the statutes is amended to read:

49.45 (6t) COUNTY DEPARTMENT AND LOCAL HEALTH DEPARTMENT OPERATING DEFICIT REDUCTION. (intro.) From the appropriation under s. 20.435 (5) (4) (0), for reduction of operating deficits, as defined under criteria developed by the department, incurred by a county department under s. 46.215, 46.22, 46.23 or 51.42 or by a local health department, as defined in s. 250.01 (4), for services provided under s. 49.46 (2) (a) 4. d. and (b) 6. f., j., k. and L., 9. and 15., for case management services under s. 49.46 (2) (b) 12. and for mental health day treatment services for minors provided under the authorization under 42 USC 1396d (r) (5), the department shall allocate up to \$4,500,000 in each fiscal year to these county departments, or local health departments as determined by the department, and shall perform all of the following:

**SECTION 51.** 49.45 (6t) (d) of the statutes is amended to read:

49.45 (6t) (d) If the federal department of health and human services approves for state expenditure in a fiscal year amounts under s. 20.435 (5) (4) (o) that result in a lesser allocation amount than that allocated under this subsection or disallows use of the allocation of federal medicaid funds under par. (c), reduce allocations under this subsection and distribute on a prorated basis, as determined by the department.

**Section 52.** 49.45 (6u) (d) of the statutes is amended to read:

49.45 (6u) (d) If the federal department of health and human services approves for state expenditure in a fiscal year amounts under s. 20.435 (5) (4) (o) that result in a lesser allocation amount than that allocated under this subsection, allocate not more than the lesser amount so approved by the federal department of health and human services.

**SECTION 53.** 49.45 (6u) (e) of the statutes is amended to read:

49.45 (6u) (e) If the federal department of health and human services approves for state expenditure in a fiscal year amounts under s. 20.435 (5) (4) (o) that result in a lesser allocation amount than that allocated under this subsection, submit a revision of the method developed under par. (b) for approval by the joint committee on finance in that state fiscal year.

**SECTION 54.** 49.45 (6w) (intro.) of the statutes is amended to read:

49.45 (6w) Hospital operating deficit reduction. (intro.) From the appropriation under s. 20.435 (5) (4) (0), for reduction of operating deficits, as defined under criteria developed by the department, incurred by a hospital, as defined under s. 50.33 (2) (a) and (b), that is operated by the state, established under s. 49.71 or owned and operated by a city or village, the department shall allocate up to \$3,300,000 in each fiscal year to these hospitals, as determined by the department, and shall perform all of the following:

**SECTION 55.** 49.45 (6w) (d) of the statutes is amended to read:

49.45 (6w) (d) If the federal department of health and human services approves for state expenditure in a fiscal year amounts under s. 20.435 (5) (4) (o) that result in a lesser allocation amount than that allocated under this subsection or disallows use of the allocation of federal medicaid funds under par. (c), reduce allocations under this subsection and distribute on a prorated basis, as determined by the department.

**SECTION 56.** 49.45 (6x) (a) of the statutes is amended to read:

49.45 (6x) (a) Notwithstanding sub. (3) (e), from the appropriations under s. 20.435 (5) (4) (b) and (o) the department shall distribute not more than \$4,748,000 in each fiscal year, to provide funds to an essential access city hospital, except that the department may not allocate funds to an essential access city hospital to the extent that the allocation would exceed any limitation under 42 USC 1396b (i) (3).

**SECTION 57.** 49.45 (6x) (d) of the statutes is amended to read:

49.45 (6x) (d) If the federal department of health and human services approves for state expenditure in any state fiscal year amounts under s. 20.435 (5) (4) (o) that result in a lesser distribution amount than that distributed under this subsection or disallows use of federal medicaid funds under par. (a), the department of health and family services shall reduce the distributions under this subsection.

**SECTION 58.** 49.45 (6y) (a) of the statutes is amended to read:

49.45 (6y) (a) Notwithstanding sub. (3) (e), from the appropriations under s. 20.435 (5) (4) (b) and (o) the department shall distribute funding in each fiscal year to provide supplemental payment to hospitals that enter into a contract under s. 49.02 (2) to provide health care services funded by a relief block grant, as determined by the department, for hospital services that are not in excess of the hospitals' customary charges for the services, as limited under 42 USC 1396b (i) (3). If no relief block grant is awarded under this chapter or if the allocation of funds to such hospitals would exceed any limitation under 42 USC 1396b (i) (3), the department may distribute funds to hospitals that have not entered into a contract under s. 49.02 (2).

**SECTION 59.** 49.45 (6z) (a) (intro.) of the statutes is amended to read:

49.45 (6z) (a) (intro.) Notwithstanding sub. (3) (e), from the appropriations under s. 20.435 (5) (4) (b) and (o) the department shall distribute funding in each fiscal year to supplement payment for services to hospitals that enter into a contract under s. 49.02 (2) to provide health care services funded by a relief block grant under this chapter, if the department determines that the hospitals serve a disproportionate number of low—income patients with special needs. If no medical relief block grant under this chapter is awarded or if the allocation of funds to such

21

22

23

24

this section.

| 1  | hospitals would exceed any limitation under 42 USC 1396b (i) (3), the department            |
|----|---|
| 2  | may distribute funds to hospitals that have not entered into a contract under s. 49.02      |
| 3  | (2). The department may not distribute funds under this subsection to the extent            |
| 4  | that the distribution would do any of the following:  |
| 5  | SECTION 60. 49.45 (8) (b) of the statutes is amended to read:                               |
| 6  | 49.45 (8) (b) Reimbursement under s. 20.435 (5) (4) (b) and (o) for home health             |
| 7  | services provided by a certified home health agency or independent nurse shall be           |
| 8  | made at the home health agency's or nurse's usual and customary fee per patient care        |
| 9  | visit, subject to a maximum allowable fee per patient care visit that is established        |
| 10 | under par. (c).   |
| 11 | SECTION 61. 49.45 (24m) (intro.) of the statutes is amended to read:                        |
| 12 | 49.45 (24m) Home health care and personal care pilot program. (intro.)                      |
| 13 | From the appropriations under s. 20.435 (5) (4) (b) and (o), in order to test the           |
| 14 | feasibility of instituting a system of reimbursement for providers of home health care      |
| 15 | and personal care services for medical assistance recipients that is based on               |
| 16 | competitive bidding, the department shall:  |
| 17 | SECTION 62. 49.475 (5) of the statutes is amended to read:                                  |
| 18 | 49.475 (5) REIMBURSEMENT OF COSTS. From the appropriations under s. 20.435                  |
| 19 | (1) $(4)$ $(bm)$ and $(p)$ $(pa)$ , the department shall reimburse an insurer that provides |

**SECTION 63.** 49.496 (5) of the statutes is amended to read:

information under this section for the insurer's reasonable costs incurred in

providing the requested information, including its reasonable costs, if any, to develop

and operate automated systems specifically for the disclosure of information under

| 49.496 (5) USE OF FUNDS. From the appropriation under s. $20.435 	ext{ (5) } 	ext{ (4) (im)}$ , |
|---|
| the department shall pay the amount of the payments under sub. (4) that is not paid             |
| from federal funds, shall pay to the federal government the amount of the funds                 |
| recovered under this section equal to the amount of federal funds used to pay the               |
| benefits recovered under this section and shall spend the remainder of the funds                |
| recovered under this section for medical assistance benefits under this subchapter.             |
| SECTION 64. 49.683 (2) of the statutes is amended to read:                                      |
| 49.683 (2) Approved costs for medical care under sub. (1) shall be paid from the                |
| appropriation under s. $20.435 (5) (4) (e)$ .   |
| SECTION 65. 49.687 (2) of the statutes is amended to read:                                      |
| 49.687 (2) The department shall develop and implement a sliding scale of                        |
| patient liability for kidney disease aid under s. 49.68, cystic fibrosis aid under s.           |
| 49.683 and hemophilia treatment under s. 49.685, based on the patient's ability to              |
| pay for treatment. To ensure that the needs for treatment of patients with lower                |
| incomes receive priority within the availability of funds under s. $20.435 (5) (4) (e)$ ,       |
| the department shall revise the sliding scale for patient liability by January 1, 1994,         |
| and shall, every 3 years thereafter by January 1, review and, if necessary, revise the          |
| sliding scale.  |
| SECTION 66. 50.135 (2) (c) of the statutes is amended to read:                                  |
| 50.135 (2) (c) The fees collected under par. (a) shall be credited to the                       |
| appropriations under s. 20.435 (1) (4) (gm) and (6) (jm) as specified in those                  |
| appropriations for licensing, review and certifying activities.                                 |
| SECTION 67. 146.93 (1) (a) of the statutes is amended to read:                                  |

146.93 (1) (a) From the appropriation under s. 20.435 (1) (4) (gp), the

department shall maintain a program for the provision of primary health care

5

6

7

8

9

10

11

12

15

16

17

18

19

20

21

22

- services based on the primary health care program in existence on June 30, 1987.

  The department may promulgate rules necessary to implement the program.

  Section 68. 146.99 of the statutes is amended to read:
  - 146.99 Assessments. The department shall, within 90 days after the commencement of each fiscal year, estimate the total amount of expenditures and the department shall assess the estimated total amount under s. 20.435 (1) (4) (gp) to hospitals, as defined in s. 50.33 (2), in proportion to each hospital's respective gross private—pay patient revenues during the hospital's most recently concluded entire fiscal year. Each hospital shall pay its assessment on or before December 1 for the fiscal year. All payments of assessments shall be deposited in the appropriation under s. 20.435 (1) (4) (gp).
  - SECTION 69. 149.143 (1) (a) of the statutes is amended to read:
- 13 149.143 (1) (a) First from the appropriation under s. 20.435 (5) (4) (af).
- 14 SECTION 70. 149.143 (1) (b) 1. a. of the statutes is amended to read:
  - 149.143 (1) (b) 1. a. First, from premiums from eligible persons with coverage under s. 149.14 set at 150% of the rate that a standard risk would be charged under an individual policy providing substantially the same coverage and deductibles as are provided under the plan, including amounts received for premium and deductible subsidies under ss. 20.435 (5)(4)(ah) and 149.144, and from premiums collected from eligible persons with coverage under s. 149.146 set in accordance with s. 149.146 (2) (b).
    - SECTION 71. 149.143 (1) (b) 1. b. of the statutes is amended to read:
- 149.143 (1) (b) 1. b. Second, from the appropriation under s. 20.435 (5) (4) (gh), to the extent that the amounts under subd. 1. a. are insufficient to pay 60% of plan costs.

**SECTION 72.** 149.143 (1) (b) 1. c. of the statutes is amended to read:

149.143 (1) (b) 1. c. Third, by increasing premiums from eligible persons with coverage under s. 149.14 to more than 150% but not more than 200% of the rate that a standard risk would be charged under an individual policy providing substantially the same coverage and deductibles as are provided under the plan, including amounts received for premium and deductible subsidies under ss. 20.435 (5) (4) (ah) and 149.144, and by increasing premiums from eligible persons with coverage under s. 149.146 in accordance with s. 149.146 (2) (b), to the extent that the amounts under subd. 1. a. and b. are insufficient to pay 60% of plan costs.

SECTION 73. 149.143 (2) (a) 1. a. of the statutes is amended to read:

149.143 (2) (a) 1. a. Estimate the amount of enrollee premiums that would be received in the new plan year if the enrollee premiums were set at a level sufficient, when including amounts received for premium and deductible subsidies under ss. 20.435 (5) (4) (ah) and 149.144 and from premiums collected from eligible persons with coverage under s. 149.146 set in accordance with s. 149.146 (2) (b), to cover 60% of the estimated plan costs for the new plan year, after deducting from the estimated plan costs the amount available in the appropriation under s. 20.435 (5) (4) (af) for that plan year.

SECTION 74. 149.143 (2) (a) 1. c. of the statutes is amended to read:

149.143 (2) (a) 1. c. If the amount estimated to be received under subd. 1. a. is less than the amount estimated to be received under subd. 1. b., direct the plan administrator to provide to the department, prior to the beginning of the plan year and according to procedures specified by the department, the amount of the difference. The department shall deposit all amounts received under this subd. 1. c. in the appropriation account under s. 20.435 (5) (4) (gh).

**SECTION 75.** 149.144 of the statutes is amended to read:

149.144 Adjustments to insurer assessments and provider payment rates for premium and deductible reductions. If the moneys under s. 20.435 (5) (4) (ah) are insufficient to reimburse the plan for premium reductions under s. 149.165 and deductible reductions under s. 149.14 (5) (a), or the department determines that the moneys under s. 20.435 (5) (4) (ah) will be insufficient to reimburse the plan for premium reductions under s. 149.165 and deductible reductions under s. 149.14 (5) (a), the department shall, by rule, adjust in equal proportions the amount of the assessment set under s. 149.143 (2) (a) 3. and the provider payment rate set under s. 149.143 (2) (a) 4., subject to s. 149.143 (1) (b) 1., sufficient to reimburse the plan for premium reductions under s. 149.165 and deductible reductions under s. 149.14 (5) (a). The department shall notify the commissioner so that the commissioner may levy any increase in insurer assessments.

**SECTION 76.** 149.165 (4) of the statutes is amended to read:

149.165 (4) The department shall reimburse the plan for premium reductions under sub. (2) and deductible reductions under s. 149.14 (5) (a) with moneys from the appropriation under s. 20.435 (5) (4) (ah).

**SECTION 77.** 153.05 (6m) of the statutes is amended to read:

153.05 (6m) The department may contract with the group insurance board for the provision of data collection and analysis services related to health maintenance organizations and insurance companies that provide health insurance for state employes. The department shall establish contract fees for the provision of the services. All moneys collected under this subsection shall be credited to the appropriation under s. 20.435 (1) (4) (hg).

2

3

4

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

**SECTION 78.** 153.60 (1) of the statutes is amended to read:

The department shall, by the first October 1 after the 153.60 (1) commencement of each fiscal year, estimate the total amount of expenditures under this chapter for the department and the board for that fiscal year for data collection. data base development and maintenance, generation of data files and standard reports, orientation and training provided under s. 153.05 (9) and maintaining the board. The department shall assess the estimated total amount for that fiscal year less the estimated total amount to be received for purposes of administration of this chapter under s.  $20.435 \frac{(1)}{(4)}$  (hi) during the fiscal year, the unencumbered balance of the amount received for purposes of administration of this chapter under s. 20.435 (1) (4) (hi) from the prior fiscal year and the amount in the appropriation account under s. 20.435 (1) (dg) for the fiscal year, to health care providers who are in a class of health care providers from whom the department collects data under this chapter in a manner specified by the department by rule. The department shall obtain approval from the board for the amounts of assessments for health care providers other than hospitals and ambulatory surgery centers. The department shall work together with the department of regulation and licensing to develop a mechanism for collecting assessments from health care providers other than hospitals and ambulatory surgery centers. No health care provider that is not a facility may be assessed under this subsection an amount that exceeds \$75 per fiscal year. Each hospital shall pay the assessment on or before December 1. All payments of assessments shall be deposited in the appropriation under s.  $20.435 \frac{(1)}{(4)}$  (hg).

**Section 79.** 153.60 (3) of the statutes is amended to read:

153.60 (3) The department shall, by the first October 1 after the commencement of each fiscal year, estimate the total amount of expenditures

required for the collection, database development and maintenance and generation of public data files and standard reports for health care plans that voluntarily agree to supply health care data under s. 153.05 (6r). The department shall assess the estimated total amount for that fiscal year to health care plans in a manner specified by the department by rule and may enter into an agreement with the office of the commissioner of insurance for collection of the assessments. Each health plan that voluntarily agrees to supply this information shall pay the assessments on or before December 1. All payments of assessments shall be deposited in the appropriation under s. 20.435 (1) (4) (hg) and may be used solely for the purposes of s. 153.05 (6r).

**SECTION 80.** 153.65 of the statutes is amended to read:

153.65 Provision of special information; user fees. The department may, but is not required to, provide, upon request from a person, a data compilation or a special report based on the information collected by the department. The department shall establish user fees for the provision of these compilations or reports, payable by the requester, which shall be sufficient to fund the actual necessary and direct cost of the compilation or report. All moneys collected under this section shall be credited to the appropriation under s. 20.435 (1) (4) (hi).

**SECTION 81.** 867.035 (4) of the statutes is amended to read:

867.035 (4) From the appropriation under s. 20.435 (5) (4) (im), with respect to funds collected by the department under sub. (1) related to medical assistance paid on behalf of the decedent or the decedent's spouse, the department of health and family services shall pay claims under sub. (3), shall pay to the federal government from the amount recovered under this section and not paid out as claims under sub. (3) an amount equal to the amount of federal funds used to pay the benefits recovered

- 1 under this section and shall spend the remainder of the amount recovered under this
- section for medical assistance benefits under subch. IV of ch. 49.

3 (END)