

1999 DRAFTING REQUEST

Assembly Amendment (AA-ASA1-AB133)

Received: 06/26/99

Received By: kenneda

Wanted: As time permits

Identical to LRB:

For: Senate Democratic Caucus 266-2257

By/Representing: Walter

This file may be shown to any legislator: NO

Drafter: kenneda

May Contact:

Alt. Drafters:

Subject: Public Assistance - med. assist.
Education - school finance

Extra Copies: PG, TAY

Pre Topic:

SDC:.....Walter - #1813,

Topic:

Medical assistance school-based services; reimbursement for 90% in excess of \$16,100,000

Instructions:

See Attached

Drafting History:

<u>Vers.</u>	<u>Drafted</u>	<u>Reviewed</u>	<u>Typed</u>	<u>Proofed</u>	<u>Submitted</u>	<u>Jacketed</u>	<u>Required</u>
/?	kenneda 06/28/99	wjackson 06/28/99		_____			
/1			martykr 06/29/99	_____	lrb_docadmin 06/29/99		

FE Sent For:

<END>

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/?	kenneda	1 WLj 6/28	km 6/29	_____	_____		

FE Sent For:

<END>

SDC

yes

Agency: Public Instruction - Administrative, Funding and Transfers

caucus number 1813

duplicate flag:
duplicate with:

Other reference numbers:	LFB Sum #:
bill number/amendment number:	
LRB draft #	LRB P-draft:

description: Will allow school districts and CESA's to be reimbursed for administrative costs. Fiscal effect unknown.

other notes **Modification to above: Do June 18th LFB memo to Chuck RE: medical assistance - school based services by Amie plus all this memo**

drafting instructions: See above and attached

more instructions:

Agency: **Public Instruction - Administrative, Funding and Transfers**

Number of Amendments: 1

SENATE BUDGET AMENDMENT

CN 1813

Agency name: DPI / Medical Assistance for School Services – Administrative costs

Related Fiscal Bureau papers and motions:

Description: Currently the state as well as the local school districts and CESAs are eligible to claim reimbursement for special educational services from the Federal Government under the federal medical assistance program, (M.A). School districts and CESAs are not currently authorized to claim administrative costs to operate these programs.

This proposal amends the current statute relating to MA reimbursement for school medical services to allow school districts and CESAs to be reimbursed for the administrative costs of these programs. The changes are as follows:

- A. Direct the Department of Health & Family Services (DHFS) to conduct the necessary time studies under its Health Care Finance Administration (HCFA) approved School Based Medicaid Program, Administrative Claiming Program. Require the program to start with the July, August and September 1999 quarter and continue each quarter thereafter.
- B. Direct DHFS to file administrative claims with HCFA starting with the July, August, September 1999 quarter for all school districts and CESA's wishing to participate in the administrative claims program.
- C. Provide that 10% of the additional federal M.A. funds received for administrative claims under the program be deposited as revenues to the general fund. The balance will be forwarded to the appropriate school district or CESA.
- D. Direct DHFS to amend the state plan for School Medical Assistance Administrative Claims filed at HCFA to allow schools and CESA's to recapture federal M.A. funds for up to two years prior to the date of the claim.
- E. Direct the DHFS to use the transportation standard in place (prior to July 1st, 1999 until ordered to use a new standard) by HCFA.

Fiscal effect: unknown

DO

June 18th LFB Memo to Chvala RE:
MED. ASSIST - SCHOOL BASED SERVICES by AMIE
PLEASE ALL THIS MEMO



Legislative Fiscal Bureau

One East Main, Suite 301 • Madison, WI 53703 • (608) 266-3847 • Fax: (608) 267-6873

June 18, 1999

TO: Senator Charles Chvala
Room 211 South, State Capitol

FROM: Amie T. Goldman, Fiscal Analyst

SUBJECT: Medical Assistance School-Based Services

At your request, I am providing information relating to your proposal to modify the medical assistance (MA) school-based services program.

School medical services are defined as health care services provided in a school to children who are eligible for MA. These services must be appropriate to a school setting and may include: (a) speech, language, audiology and hearing services; (b) occupational and physical therapy services; (c) psychological or counseling services; (d) nursing services; (e) durable medical equipment; and (f) special transport services.

If a school district or cooperative educational service agency (CESA) elects to provide school-based services and if it meets all certification and reporting requirements, it is reimbursed for 60% of the federal share of allowable charges for school-based services. The remaining 40% of the federal share is credited to the general fund as GPR-earned. Under the bill, as passed by the Joint Committee on Finance, it was estimated that federal funding for school based services would be approximately \$16,100,00 annually.

Under your proposal, in the 1999-2001 biennium, all federal funding received for school-based services in excess of \$16,100,000 annually would be distributed as follows: (a) 90% of this amount would be provided proportionately to schools that received reimbursement for school-based services based on each school's proportion of total school-based services for that year; and (b) 10% of this amount would be provided to the general fund. In addition, require DHFS to submit, as part of its 2001-03 budget request, a proposal to increase the percentage of federal school-based services funding provided to schools in future years to reflect the total percentage school districts received in the 1999-00 fiscal year.

1813 From Amie Goldman

To draft: use basis of 9960863, but delete "90% of" on
p. 2, l. 14

Add: Nonstat: In 1999-01 biennium, require DHFS to
reimburse sch dists, etc., for 90% of all funding
received for school-based services in excess of
\$16,000,000. Each sch district, etc., shall receive
reimb. based on each school's proportion of total
school day services claims for that school year.
DHFS reqd. to submit, as part of its
2001-03 budget request, a proposal to increase
percentage of fed school-based services funding
provided to schools in future years to
reflect total percentage school dists received
in 1999-2000 fiscal year.



300N - In edit 6/28
State of Wisconsin
1999 - 2000 LEGISLATURE

LRBb1389/1
DAK.../.....
Wlj

SDC:.....Walter - #1813, Medical assistance school-based services;
reimbursement for 90% in excess of \$16,100,000

FOR 1999-01 BUDGET — NOT READY FOR INTRODUCTION

CAUCUS AMENDMENT

TO ASSEMBLY SUBSTITUTE AMENDMENT 1,

TO 1999 ASSEMBLY BILL 133

- 1 At the locations indicated, amend the substitute amendment as follows:
- 2 ✓ 1. Page 718, line 16: after "is" insert "renumbered 49.45 (39) (b) 1. ✓ and".
- 3 ✓ 2. Page 718, line 17: delete "*Payment for school medical services*" and
4 substitute "1. 'Payment for school medical services.'".
- 5 ✓ 3. Page 718, line 21: after "and" insert "as specified in subd. 2.".
- 6 4. Page 719, line 2: delete "for allowable administrative costs." and substitute
7 "as specified in subd. 2., for allowable administrative costs. A school district,
8 cooperative educational service agency, the Wisconsin School for the Visually
9 Handicapped or the Wisconsin School for the Deaf may submit, and the department

1 shall allow, claims for common carrier transportation costs as a school medical
 2 service unless the department receives notice from the federal health care financing
 3 administration that, under a change in federal policy, the claims are not allowed. If
 4 the department receives the notice, a school district, cooperative educational service
 5 agency, the Wisconsin School for the Visually Handicapped or the Wisconsin School
 6 for the Deaf may submit, and the department shall allow, unreimbursed claims for
 7 common carrier transportation costs incurred before the date of the change in federal
 8 policy.”.

9 ↓ **5.** Page 719, line 11: after that line insert:

10 “SECTION 1427j. 49.45 (39) (b) 2. of the statutes is created to read:

11 49.45 (39) (b) 2. ‘Payment for school medical services administrative costs.’ The
 12 department shall reimburse a school district or a cooperative educational service
 13 agency specified under subd. 1. ↓ and the department of public instruction on behalf
 14 of the Wisconsin School for the Visually Handicapped or the Wisconsin School for the
 15 Deaf for allowable administrative costs, on a quarterly basis, using time studies,
 16 beginning in the first quarter of fiscal year 1999–2000. A school district or a
 17 cooperative education service agency may submit, and the department shall allow,
 18 claims for administrative costs incurred during the period that is up to 24 months
 19 before the date of the claim, if allowable under federal law.”.

20 ✓ **6.** Page 1526, line 5: after that line insert:

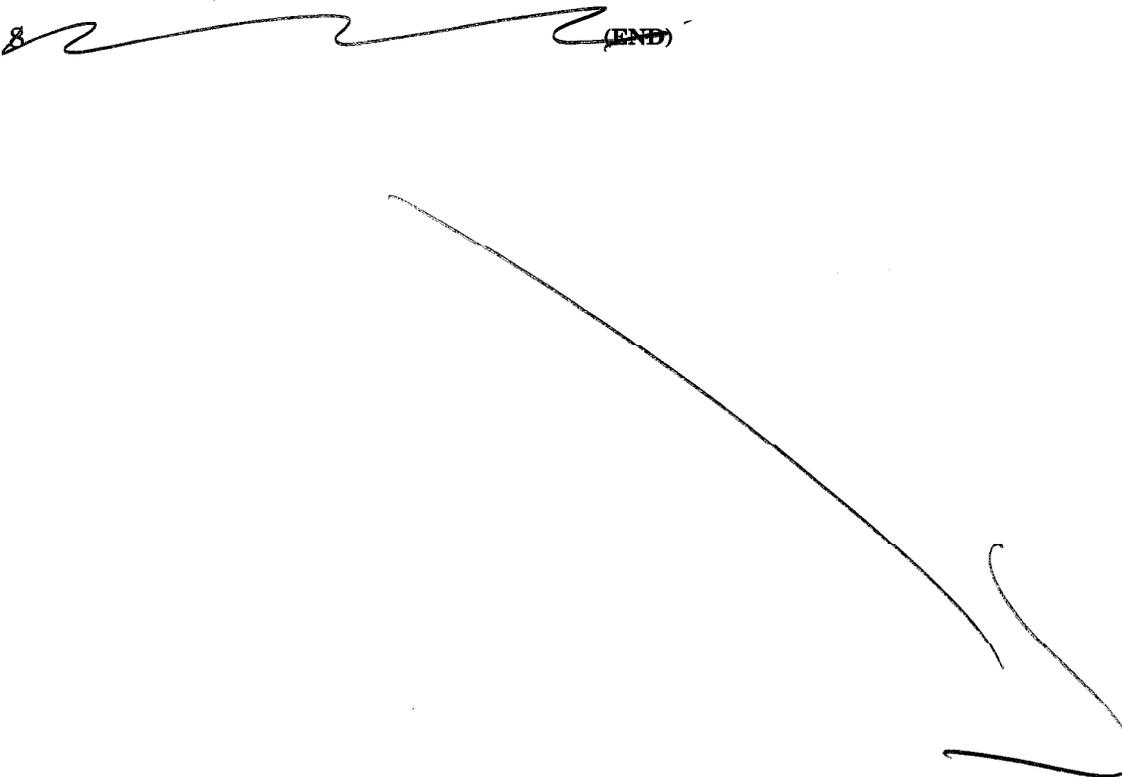
21 ¹³ⁿ ~~(4)~~ SCHOOL MEDICAL SERVICES UNDER MEDICAL ASSISTANCE. (a) In state fiscal
 22 years 1999–2000 and 2000–01, the department of health and family services shall,
 23 under section 49.45 (39) (b) ✓ of the statutes, reimburse a school district and a
 24 cooperative educational service agency and shall reimburse the department of public

NONSTATS

Ⓢ

1 instruction for the Wisconsin School for the Visually Handicapped and the Wisconsin
2 School for the Deaf, for 90% of the federal share received for school-based services
3 under the medical assistance program in excess of \$16,100,000. The reimbursement
4 shall be based on the proportion of total school-based services for the school year that
5 was provided by each school district, cooperative educational service agency, the
6 Wisconsin School for the Visually Handicapped and the Wisconsin School for the
7 Deaf. ~~W~~

8 ~~(END)~~



1 shall be based on the proportion of total school-based services for the school year that
2 was provided by each school district, cooperative educational service agency, the
3 Wisconsin School for the Visually Handicapped and the Wisconsin School for the
4 Deaf.

5 (b) The department of health and family services shall submit, as part of its
6 2001-03 biennial budget request, a proposal to the department of administration for
7 fiscal years after state fiscal year 2000-01, to increase the percentage of the federal
8 share received for school-based services under the medical assistance program by
9 which reimbursement is made under section 49.45 (39) (b) of the statutes to reflect
10 the total percentage of the federal share for which school districts, cooperative
11 educational service agencies and the department of public instruction on behalf of
12 the Wisconsin School for the Visually Handicapped and the Wisconsin School for the
13 Deaf were reimbursed in state fiscal year 1999-2000."

14 (END)



State of Wisconsin
1999 - 2000 LEGISLATURE

LRBb1389/1
DAK:wlj:km

SDC:.....Walter - #1813, Medical assistance school-based services;
reimbursement for 90% in excess of \$16,100,000

FOR 1999-01 BUDGET — NOT READY FOR INTRODUCTION

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3 administration that, under a change in federal policy, the claims are not allowed. If
4 the department receives the notice, a school district, cooperative educational service
5 agency, the Wisconsin School for the Visually Handicapped or the Wisconsin School
6 for the Deaf may submit, and the department shall allow, unreimbursed claims for
7 common carrier transportation costs incurred before the date of the change in federal
8 policy.”.

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14 of the Wisconsin School for the Visually Handicapped or the Wisconsin School for the
15 Deaf for allowable administrative costs, on a quarterly basis, using time studies,
16 beginning in the first quarter of fiscal year 1999–2000. A school district or a
17 cooperative education service agency may submit, and the department shall allow,
18 claims for administrative costs incurred during the period that is up to 24 months
19 before the date of the claim, if allowable under federal law.”.

20 **6.** Page 1526, line 5: after that line insert:

21 “(13n) SCHOOL MEDICAL SERVICES UNDER MEDICAL ASSISTANCE.

22 (a) In state fiscal years 1999–2000 and 2000–01, the department of health and
23 family services shall, under section 49.45 (39) (b) of the statutes, reimburse a school
24 district and a cooperative educational service agency and shall reimburse the

1 department of public instruction for the Wisconsin School for the Visually
2 Handicapped and the Wisconsin School for the Deaf, for 90% of the federal share
3 received for school-based services under the medical assistance program in excess
4 of \$16,100,000. The reimbursement shall be based on the proportion of total
5 school-based services for the school year that was provided by each school district,
6 cooperative educational service agency, the Wisconsin School for the Visually
7 Handicapped and the Wisconsin School for the Deaf.

8 (b) The department of health and family services shall submit, as part of its
9 2001–03 biennial budget request, a proposal to the department of administration for
10 fiscal years after state fiscal year 2000–01, to increase the percentage of the federal
11 share received for school-based services under the medical assistance program by
12 which reimbursement is made under section 49.45 (39) (b) of the statutes to reflect
13 the total percentage of the federal share for which school districts, cooperative
14 educational service agencies and the department of public instruction on behalf of
15 the Wisconsin School for the Visually Handicapped and the Wisconsin School for the
16 Deaf were reimbursed in state fiscal year 1999–2000.”.

17 (END)