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southeastern facility to surviving relatives of such the member who request such the personal effects within a reasonable time after such the member's death.

b1523/3.3 Section 1464i. 45.37 (11) of the statutes is amended to read:

45.37 (11) DISPOSITION OF PROPERTY DESCENDING TO STATE. If a member dies without a relative that is entitled to an interest in the property of the member under the rules of intestate succession and without leaving a will the existence of which is made known to the commandant of the home or the southeastern facility, within 60 days of the member's death, the member's property shall be converted to cash and turned over by the commandant of the home or the southeastern facility, to the state treasurer to be paid into the appropriation under s. 20.485 (1) (h), without administration. The amount is subject to refund within 6 years to the estate of a veteran if it is subsequently discovered that the veteran left a will or a relative that is entitled to an interest in the property of the member under the rules of intestate succession or to any creditor of the veteran who establishes right to the fund or property or any portion thereof. The department, upon being satisfied that a claim out of such funds or property is legal and valid, shall pay the same out of such funds or property, except that payment of claims for a member's funeral and burial expenses may not exceed a total of \$1,500 including any amount allowed by the United States for the member's funeral and burial and the right for burial and interment provided in sub. (15) (a).

b1523/3.3 Section 1464L. 45.37 (14) of the statutes is amended to read:

45.37 (14) Powers of commandant over personal funds of members. The A commandant of the home may receive, disburse, and account for funds of members of the home.".

1	*b1312/2.12* 749. Page 559, line 14: after that line insert:
2	*b1312/2.12* "Section 1483j. 46.03 (44) of the statutes is created to read:
3	46.03 (44) Performance evaluations for alcohol and other drug abuse
4	INTERVENTION AND TREATMENT SERVICES. Promote efficient use of resources for alcohol
5	and other drug abuse intervention and treatment services by doing all of the
6	following:
7	(a) Developing one or more methods to evaluate the effectiveness of, and
8	developing performance standards for, alcohol and other drug abuse intervention
9	and treatment services that are administered by the department.
10	(b) Adopting policies to ensure that, to the extent possible under state and
11	federal law, funding for alcohol and other drug abuse intervention and treatment
12	services that are administered by the department is distributed giving primary
13	consideration to the effectiveness of the services in meeting department performance
14	standards for alcohol and other drug abuse services.
15	(c) Requiring every application for funding from the department for alcohol and
16	other drug abuse intervention or treatment services to include a plan for the
17	evaluation of the effectiveness of the services in reducing alcohol and other drug
18	abuse by recipients of services.
19	(d) Requiring every person receiving funding from the department for alcohol
2 0	and other drug abuse intervention or treatment services to provide the department
21	the results of the evaluation conducted under par. (c).".
22	*b1734/1.18* 750. Page 562, line 15: after that line insert:
23	*b1734/1.18* "Section 1489m. 46.041 (1) (a) of the statutes is amended to
24	read:

46.041 (1) (a) Provide for the temporary residence and evaluation of children
referred from courts assigned to exercise jurisdiction under chs. 48 and 938, the
institutions and services under the jurisdiction of the department, University of
Wisconsin Hospitals and Clinics Authority, county departments under s. 46.215,
46.22 or 46.23, private child welfare agencies, the Wisconsin School Educational
Services Program for the Deaf and Hard of Hearing, the Wisconsin Center for the
Blind and Visually Impaired, and mental health facilities within the state at the
discretion of the director of the institution providing services under this section.".
b1771/1.1 751. Page 563, line 18: delete lines 18 to 23 and substitute:
b1771/1.1 "Section 1494qe. 46.215 (1g) of the statutes is amended to read:
$46.215({f 1g})$ Administration of food stamps by a Wisconsin works agency. The
Wisconsin works agency, as defined in s. 49.001 (9), shall may, to the extent permitted
by <u>under</u> federal law, and subject to s. 49.143 (2) (e) 49.124 (1d), certify eligibility for
and, if determined eligible, issue food coupons under s. 49.143 (2) (e) 49.124 (1d) to
eligible participants in the Wisconsin works program under subch. III of ch. 49.
b1771/1.1 Section 1494qed. 46.215 (1g) of the statutes, as affected by 2001
Wisconsin Act (this act), is amended to read:
$46.215({f 1g})$ Administration of food stamps by a Wisconsin works agency. The
Wisconsin works agency, as defined in s. 49.001 (9), may, to the extent permitted by
under federal law, and subject to s. 49.124 (1d) 49.79 (1m), certify eligibility for and
issue food coupons under s. 49.124 (1d) 49.79 (1m) to eligible participants in the
Wisconsin works program under subch. III of ch. 49.".
b1771/1.2 752. Page 564, line 13: delete lines 13 to 15.

* \mathbf{b} 1841/1.5* $\mathbf{753}$. Page 565, line 4: after that line insert:

1	*b1841/1.5* "Section 1502m. 46.27 (7g) (h) of the statutes is amended to read:
2	46.27 (7g) (h) The department may contract with or employ an attorney to
3	probate estates to recover under this subsection the costs of care. Any such contract
4	is subject to the requirements under s. 20.930 (2) to (5).".
5	*b1844/2.2* 754. Page 565, line 4: after that line insert:
6	*b1844/2.2* "Section 6502L. 46.27 (3) (f) of the statutes is amended to read:
7	46.27 (3) (f) Beginning on January 1, 1996, from the annual allocation to the
8	county for the provision of long-term community support services under subs. (7) (b)
9	and (11), annually establish a maximum total amount that may be encumbered in
.0	a calendar year for services for eligible individuals in community-based residential
11	facilities, unless the department waives the requirement under sub (2) (i) or
2	approves a request for an exception under sub. (6r) (c).
3	*b1844/2.2* Section 1507n. 46.27 (7) (cm) 1. (intro.) of the statutes is
13 14	*b1844/2.2* Section 1507n. 46.27 (7) (cm) 1. (intro.) of the statutes is amended to read:
l 4	amended to read:
l4 l5	amended to read: 46.27 (7) (cm) 1. (intro.) Except as provided sub. (7b), beginning Beginning on
14 15 16 17	amended to read: 46.27 (7) (cm) 1. (intro.) Except as provided sub. (7b), beginning Beginning on January 1, 1996, no county, private nonprofit agency or aging unit may use funds
14 15 16	amended to read: 46.27 (7) (cm) 1. (intro.) Except as provided sub. (7b), beginning Beginning on January 1, 1996, no county, private nonprofit agency or aging unit may use funds received under par. (b) to provide services in any community-based residential
14 15 16 17	amended to read: 46.27 (7) (cm) 1. (intro.) Except as provided sub. (7b), beginning Beginning on January 1, 1996, no county, private nonprofit agency or aging unit may use funds received under par. (b) to provide services in any community-based residential facility that has more than 8 20 beds, unless one of the following applies:
14 15 16 17 18	amended to read: 46.27 (7) (cm) 1. (intro.) Except as provided sub. (7b), beginning Beginning on January 1, 1996, no county, private nonprofit agency or aging unit may use funds received under par. (b) to provide services in any community-based residential facility that has more than 8 20 beds, unless one of the following applies: *b1844/2.2* Section 1502p. 46.27 (7) (cm) 1. c. of the statutes is amended to
14 15 16 17 18 19	amended to read: 46.27 (7) (cm) 1. (intro.) Except as provided sub. (7b), beginning Beginning on January 1, 1996, no county, private nonprofit agency or aging unit may use funds received under par. (b) to provide services in any community-based residential facility that has more than 8 20 beds, unless one of the following applies: *b1844/2.2* Section 1502p. 46.27 (7) (cm) 1. c. of the statutes is amended to read:
14 15 16 17 18 19 20	amended to read: 46.27 (7) (cm) 1. (intro.) Except as provided sub. (7b), beginning Beginning on January 1, 1996, no county, private nonprofit agency or aging unit may use funds received under par. (b) to provide services in any community-based residential facility that has more than 8 20 beds, unless one of the following applies: *b1844/2.2* Section 1502p. 46.27 (7) (cm) 1. c. of the statutes is amended to read: 46.27 (7) (cm) 1. c. The department approves the provision of services in a

1	*b1844/2.2* Section 1502r. 46.27 (7b) of the statutes is repealed.".
2	*b1771/1.3* 755. Page 565, line 4: delete that line and substitute:
3	*b1771/1.3* "Section 1495md. 46.22 (1g) of the statutes is amended to read:
4	46.22~(1g) Administration of food stamps by a Wisconsin works agency. The
5	Wisconsin works agency, as defined in s. 49.001 (9), shall may, to the extent permitted
6	by under federal law, and subject to s. 49.143 (2) (e) 49.124 (1d), certify eligibility for
7	and issue food coupons under s. 49.143 (2) (e) 49.124 (1d) to eligible participants in
8	the Wisconsin works program under subch. III of ch. 49.
9	*b1771/1.3* Section 1495mf. 46.22 (1g) of the statutes, as affected by 2001
10	Wisconsin Act (this act), is amended to read:
11	$46.22~({f 1g})~{ m Administration}$ of food stamps by a Wisconsin works agency. The
12	Wisconsin works agency, as defined in s. 49.001 (9), may, to the extent permitted by
13	under federal law, and subject to s. 49.124 (1d) 49.79 (1m), certify eligibility for and
14	issue food coupons under s. 49.124 (1d) 49.79 (1m) to eligible participants in the
15	Wisconsin works program under subch. III of ch. 49.".
16	*b1844/2.3* 756. Page 565, line 20: after that line insert:
17	*b1844/2.3* "Section 1504r. 46.27 (11) (c) 5p. of the statutes is repealed.".
18	*b1844/2.4* 757. Page 565, line 21: delete lines 21 to 24 and substitute:
19	*b1844/2.4* "Section 1505b. 46.27 (11) (c) 6. (intro.) and a. of the statutes are
20	consolidated, renumbered 46.27 (11) (c) 6. a. and amended to read:
21	46.27 (11) (c) 6. a. No county, private nonprofit agency or aging unit may use
22	funds received under this subsection to provide residential services in any
23	community-based residential facility, as defined in s. 50.01 (1g), or a group home, as
24	defined in s. 48.02 (7), that has more than -4-5 beds, unless one of the following

conditions have been met:

applies: a. The the department approves the provision of services in a
community-based residential facility or group home that has $5\underline{6}$ to 8 beds.
b1844/2.4 Section 1505d. 46.27 (11) (c) 6. b. of the statutes is repealed and
recreated to read:
46.27 (11) (c) 6. b. No county, private nonprofit agency, or aging unit may use
funds received under this subsection to provide residential services in a
community—based residential facility, as defined in s. $50.01 (1g)$, that has more than
20 beds, unless the requirements of sub. (7) (cm) 1. a., b., or c. are met.".
b1844/2.5 758. Page 566, line 14: after that line insert:
b1844/2.5 "Section 1507s. 46.277 (5) (d) 1m. (intro.) of the statutes is
amended to read:
46.277 (5) (d) 1m. (intro.) No county may use funds received under this section
to provide services to a person who does not live in his or her own home or apartment
unless, subject to the limitations under subds. 2. and, 3., and 4. and par. (e), one of
the following applies:
b1844/2.5 Section 1507t. 46.277 (5) (d) 1n. (intro.) of the statutes is
amended to read:
46.277 (5) (d) 1n. (intro.) A county may also use funds received under this
section, subject to the limitations under subds. 2. and, 3., and 4. and par. (e), to
provide services to a person who does not live in his or her own home or apartment
if the services are provided to the person in a community-based residential facility
and the county department or aging unit has determined that all of the following

1	*b1844/2.5* SECTION 1507u. 46.277 (5) (d) 2. (intro.) of the statutes is amended
2	to read:
3	46.277 (5) (d) 2. (intro.) No county may use funds received under this section
4	to provide residential services in any community-based residential facility, as
5	defined in s. 50.01 (1g), or group home, as defined in s. 48.02 (7), that has more than
6	4 beds, unless one of the following applies:".
7	*b1844/2.6* 759. Page 566, line 15: delete lines 15 to 18 and substitute:
8	*b1844/2.6* "Section 1508b. 46.277 (5) (d) 2. a. of the statutes is repealed and
9	recreated to read:
10	46.277 (5) (d) 2. a. The requirements of s. 46.27 (7) (cm) 1. a. or c. are met.
11	*b1844/2.6* Section 1508d. 46.277 (5) (d) 4. of the statutes is created to read:
12	46.277 (5) (d) 4. No county may use funds received under this section to provide
13	residential services in a group home, as defined in s. 48.02 (7), that has more than
14	5 beds, unless the department approves the provision of services in a group home that
15	has 6 to 8 beds.".
16	*b1402/1.2* 760. Page 566, line 18: after that line insert:
17	*b1402/1.2* "Section 1508rg. 46.278 (title) and (1) of the statutes are
18	amended to read:
19	46.278 (title) Community integration program and brain injury waiver
20	<u>program</u> for persons with mental retardation developmental disabilities.
21	(1) LEGISLATIVE INTENT. The intent of the program programs under this section
22	is to provide home or community-based care to serve in a noninstitutional
23	community setting a person who meets eligibility requirements under 42 USC 1396r.
24	(c) and who is diagnosed as developmentally disabled under the definition specified

in s. 51.01 (5) and relocated from an institution other than a state center for the developmentally disabled or who meets the intermediate care facility for the mentally retarded or a brain injury rehabilitation facility level of care requirements for medical assistance reimbursement in an intermediate care facility for the mentally retarded or brain injury rehabilitation facility and is ineligible for services under s. 46.275 or 46.277. The intent of the program is also that counties use all existing services for providing care under this section, including those services currently provided by counties.

b1402/1.2 Section 1508rh. 46.278 (1m) (a) of the statutes is created to read:
46.278 (1m) (a) "Brain injury rehabilitation facility" means a nursing facility
or hospital designated as a facility for brain injury rehabilitation by the department
under the approved state medicaid plan.

b1402/1.2 Section 1508ri. 46.278 (1m) (c) of the statutes is amended to read:

46.278 (1m) (c) "Program" means the community integration program or the brain injury waiver program, for facilities certified as medical assistance providers, for which a waiver has been received under sub. (3).

b1402/1.2 Section 1508rj. 46.278 (2) (a) of the statutes is amended to read:

46.278 (2) (a) The department may request a waiver one or more waivers from
the secretary of the federal department of health and human services, under 42 USC
1396n (c), authorizing the department to serve medical assistance recipients, who
meet the level of care requirements for medical assistance reimbursement in an
intermediate care facility for the mentally retarded or in a brain injury rehabilitation
facility, in their communities by providing home or community—based services as

1 part of medical assistance. If the department requests a waiver, it shall include all 2 assurances required under 42 USC 1396n (c) (2) in its request. 3 *b1402/1.2* Section 1508rk. 46.278 (3) (a) of the statutes is amended to read: 46.278 (3) (a) Evaluate the effect of the each program on medical assistance 4 5 costs and on the program's ability to provide community care alternatives to 6 institutional care in facilities certified as medical assistance providers. *b1402/1.2* Section 1508rL. 46.278 (4) (a) of the statutes is amended to read: 7 46.278 (4) (a) Sections 46.27 (3) (b) and 46.275 (3) (a) and (c) to (e) apply to 8 9 county participation in this a program, except that services provided in the program 10 shall substitute for care provided a person in an intermediate care facility for the 11 mentally retarded or brain injury rehabilitation facility who meets the intermediate 12 care facility for the mentally retarded or brain injury rehabilitation facility level of 13 care requirements for medical assistance reimbursement to that facility rather than 14 for care provided at a state center for the developmentally disabled. *b1402/1.2* Section 1508rm. 46.278 (4) (b) 2. of the statutes is amended to 15 16 read: 17 46.278 (4) (b) 2. Each county department participating in the a program shall 18 provide home or community-based care to persons eligible under this section, except 19 that the number of persons who receive home or community-based care under this 20 section may not exceed the number that are approved under the an applicable waiver 21 received under sub. (3). 22 *b1402/1.2* Section 1508rn. 46.278 (5) (a) and (b) of the statutes are amended to read: 23 24 46.278 (5) (a) Any medical assistance recipient who meets the level of care 25 requirements for medical assistance reimbursement in an intermediate care facility

- for the mentally retarded or in a brain injury rehabilitation facility and is ineligible for service under s. 46.275 or 46.277 is eligible to participate in the a program, except that persons eligible for the brain injury waiver program must meet the definition of brain injury under s. 51.01 (2g), and except that the number of participants may not exceed the number approved under the waiver received under sub. (3). Such a recipient may apply, or any person may apply on behalf of such a recipient, for participation in the a program. Section 46.275 (4) (b) applies to participation in the a program.
- (b) To the extent authorized under 42 USC 1396n, if a person discontinues participation in the a program, a medical assistance recipient may participate in the a program in place of the participant who discontinues if that recipient meets the intermediate care facility for the mentally retarded level of care requirements for medical assistance reimbursement in an intermediate care facility for the mentally retarded except that the number of participants concurrently served may not exceed the number approved under the waiver received under sub. (3) requirements under par. (a).
- *b1402/1.2* Section 1508rp. 46.278 (6) (a), (b) and (c) of the statutes are amended to read:
- 46.278 **(6)** (a) The provisions of s. 46.275 (5) (a), (b) and (d) apply to funding received by counties under the program programs.
- (b) Total funding to counties for relocating each person under the <u>a</u> program may not exceed the amount approved in the waiver received under sub. (3).
- (c) Funding may be provided under the <u>a</u> program for services of a family consortium.".

1	*b1402/1.3* 761. Page 566, line 21: delete "the waiver" and substitute "the
2	<u>a</u> waiver".
3	*b1402/1.4* 762. Page 566, line 25: after that line insert:
4	*b1402/1.4* "Section 1509g. 46.278 (6) (e) 1. of the statutes is amended to
5	read:
6	46.278 (6) (e) 1. The department may provide enhanced reimbursement for
7	services under the community integration program for an individual who was
8	relocated to the community by a county department from one of the following:
9	*b1402/1.4* Section 1509h. 46.278 (6) (f) of the statutes is amended to read:
10	46.278 (6) (f) If a county owns the institution or intermediate care facility for
11	the mentally retarded from which an individual is relocated to the community under
12	this section, in order to receive funding under the community integration program,
13	the county shall submit a plan for delicensing a bed of the institution or intermediate
14	care facility for the mentally retarded that is approved by the department.".
15	*b1519/2.170* 763. Page 569, line 23: after that line insert:
16	*b1519/2.170* "Section 1553p. 46.34 of the statutes is amended to read:
17	46.34 Emission standards for hazardous air contaminants. The
18	department may assist the department of natural resources environmental
19	management in the development of emission standards for hazardous air
20	contaminants under s. 285.27 (2) (b).".
21	*b1423/4.4* 764. Page 571, line 2: after that line insert:
22	*b1423/4.4* "Section 8557b. 46.45 (2) (a) of the statutes, as affected by 1999
23	Wisconsin Act 9 is amended to read:

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46.45 (2) (a) If on December 31 of any year there remains unspent or unencumbered in the allocation under s. 46.40 (2) an amount that exceeds the amount received under 42 USC 670 to 679a and allocated under s. 46.40 (2) in that year, the department shall carry forward the excess moneys and distribute not less than 50% of the excess moneys to counties having a population of less than 500,000 that are making a good faith effort, as determined by the department, to comply with s. 46.22 (1) (c) 8. f. for services and projects to assist children and families, notwithstanding the percentage limit specified in sub. (3) (a). A county shall use not less than 50% of the moneys distributed to the county under this subsection for services for children who are at risk of abuse or neglect to prevent the need for child abuse and neglect intervention services, except that in the calendar year in which a county achieves compliance with s. 46.22 (1) (c) 8. f. and in the 2 calendar years after that calendar year the county may use 100% of the moneys distributed under this paragraph to reimburse the department for the costs of achieving that compliance. If a county does not comply with s. 46.22 (1) (c) 8. f. before July 1, 2005, the department may recover any amounts distributed to that county under this paragraph after June 30, 2001, by billing the county or deducting from that county's allocation under s. 46.40 (2). All moneys received by the department under this paragraph shall be credited to the appropriation account under s. 20.435 (3) (j).".

b1734/1.19 765. Page 571, line 2: after that line insert:

b1734/1.19 "Section 1556e. 49.45 (39) (a) 1. of the statutes is amended to read:

49.45 (39) (a) 1. "School" means a public school described under s. 115.01 (1), a charter school, as defined in s. 115.001 (1), the Wisconsin Center for the Blind and

Visually Impaired, or the Wisconsin School Educational Services Program for the Deaf and Hard of Hearing. It includes school—operated early childhood programs for developmentally delayed and disabled 4—year—old and 5—year—old children.

b1734/1.19 SECTION 1556g. 49.45 (39) (am) of the statutes is amended to read:

49.45 (39) (am) Plan amendment. No later than September 30, 1995, the department shall submit to the federal department of health and human services an amendment to the state medical assistance plan to permit the application of pars. (b) and (c). If the amendment to the state plan is approved, school districts, cooperative educational service agencies, and the department of public instruction on behalf of the Wisconsin Center for the Blind and Visually Impaired and the Wisconsin School Educational Services Program for the Deaf and Hard of Hearing claim reimbursement under pars. (b) and (c). Paragraphs (b) and (c) do not apply unless the amendment to the state plan is approved and in effect. The department shall submit to the federal department of health and human services an amendment to the state plan if necessary to permit the application of pars. (b) and (c) to the Wisconsin Center for the Blind and Visually Impaired and the Wisconsin School Educational Services Program for the Deaf and Hard of Hearing.

b1734/1.19 Section 1556i. 49.45 (39) (b) of the statutes is amended to read: 49.45 (39) (b) School medical services. 1. 'Payment for school medical services.' If a school district or a cooperative educational service agency elects to provide school medical services and meets all requirements under par. (c), the department shall reimburse the school district or the cooperative educational service agency for 60% of the federal share of allowable charges for the school medical services that it provides and, as specified in subd. 2., for allowable administrative costs. If the

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Wisconsin Center for the Blind and Visually Impaired or the Wisconsin School Educational Services Program for the Deaf and Hard of Hearing elects to provide school medical services and meets all requirements under par. (c), the department shall reimburse the department of public instruction for 60% of the federal share of allowable charges for the school medical services that the Wisconsin Center for the Blind and Visually Impaired or the Wisconsin School Educational Services Program for the Deaf and Hard of Hearing provides and, as specified in subd. 2., for allowable administrative costs. A school district, cooperative educational service agency, the Wisconsin Center for the Blind and Visually Impaired or the Wisconsin School Educational Services Program for the Deaf and Hard of Hearing may submit, and the department shall allow, claims for common carrier transportation costs as a school medical service unless the department receives notice from the federal health care financing administration that, under a change in federal policy, the claims are not allowed. If the department receives the notice, a school district, cooperative educational service agency, the Wisconsin Center for the Blind and Visually Impaired, or the Wisconsin School Educational Services Program for the Deaf and Hard of Hearing may submit, and the department shall allow, unreimbursed claims for common carrier transportation costs incurred before the date of the change in federal policy. The department shall promulgate rules establishing a methodology for making reimbursements under this paragraph. All other expenses for the school medical services provided by a school district or a cooperative educational service agency shall be paid for by the school district or the cooperative educational service agency with funds received from state or local taxes. The school district, the Wisconsin Center for the Blind and Visually Impaired, the Wisconsin School Educational Services Program for the Deaf and Hard of Hearing, or the cooperative

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educational service agency shall comply with all requirements of the federal department of health and human services for receiving federal financial participation.

- 2. 'Payment for school medical services administrative costs.' The department shall reimburse a school district or a cooperative educational service agency specified under subd. 1. and shall reimburse the department of public instruction on behalf of the Wisconsin Center for the Blind and Visually Impaired or the Wisconsin School Educational Services Program for the Deaf and Hard of Hearing for 90% of the federal share of allowable administrative costs, using time studies, beginning in fiscal year 1999–2000. A school district or a cooperative education educational service agency may submit, and the department of health and family services shall allow, claims for administrative costs incurred during the period that is up to 24 months before the date of the claim, if allowable under federal law.".
- *b1397/1.2* **766.** Page 571, line 15: delete "\$6,000,000" and substitute "\$5,000,000".
- *b1397/1.3* **767.** Page 571, line 22: delete that line and substitute "the poverty line, as defined in s. 49.001 (5).".
- *b1397/1.4* 768. Page 571, line 23: delete the material beginning with that line and ending with page 572, line 3.
- *b1312/2.13* **769.** Page 574, line 4: after that line insert:
- 21 *b1312/2.13* "Section 1563j. 46.72 of the statutes is created to read:
- 22 **46.72 Neighborhood organization incubator grants. (1)** Definitions. In this section:

entities.

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	•
1	(a) "Agency" means a private nonprofit or public organization that is
2	community based.
3	(b) "Neighborhood organization" means a private nonprofit organization that
4	is community based and that provides any of the following services or programs
5	primarily to residents of the area in which the organization is located:
6	1. Crime prevention programs.
7	2. After-school and recreational programs for youth.
8	3. Child abuse and domestic abuse prevention services.
9	4. Alcohol and other drug abuse counseling and prevention services.
10	5. Programs for diversion of youth from gang activities.
11	6. Inmate and ex-offender rehabilitation or aftercare services.
12	(2) Grants. From the appropriation under s. 20.435 (3) (ft), the department
13	shall award grants to agencies to enable them to provide services described under
14	sub. (3) to neighborhood organizations. An agency application for a grant shall
15	contain a plan detailing the proposed use of the grant.
16	(3) REQUIREMENTS FOR GRANT RECIPIENTS. An agency receiving a grant under
17	this section shall do all of the following:
18	(a) Provide information to neighborhood organizations about funding and other
19	assistance that may be available to neighborhood organizations from private and
20	public entities.
21	(b) Assist neighborhood organizations in obtaining funding and other
22	assistance from public and private entities.
23	(c) Act as a liaison between neighborhood organizations and public and private

1	(d) Provide appropriate training and professional development services to
2	members of neighborhood organizations.
3	(e) Engage in outreach to neighborhood organizations to inform them of the
4	services available from the agency.
5	(f) Undertake other activities that will increase the effectiveness and facilitate
6	the development of neighborhood organizations.
7	(4) REPORT. An agency receiving a grant under this section shall submit to the
8	department within 90 days after spending the full amount of the grant a report
9	detailing the actual use of the proceeds of the grant.
10	(5) Sunset. This section does not apply after June 30, 2005.".
11	*b1428/1.1* 770. Page 576, line 21: after that line insert:
12	*b1428/1.1* "Section 1578. 48.21 (5) (b) of the statutes is renumbered 48.21
13	(5) (b) (intro.) and amended to read:
14	48.21 (5) (b) (intro.) An order relating to a child held in custody outside of his
15	or her home shall also describe include all of the following:
16	1. A description of any efforts that were made to permit the child to remain
17	safely at home and the services that are needed to ensure the child's well-being, to
18	enable the child to return safely to his or her home, and to involve the parents in
19	planning for the child.
20	*b1428/1.1* Section 9579. 48.21 (5) (b) 2. of the statutes is created to read:
21	48.21 (5) (b) 2. If the child is held in custody outside the home in a placement
22	recommended by the intake worker, a statement that the court approves the
23	placement recommended by the intake worker or, if the child is placed outside the
24	home in a placement other than a placement recommended by the intake worker, a

statement that the court has given bona fide consideration to the recommendations made by the intake worker and all parties relating to the placement of the child.".

b1827/1.1 771. Page 576, line 21: after that line insert:

b1827/1.1 "Section 1577g. 48.02 (15) of the statutes is amended to read:

48.02 (15) "Relative" means a parent, grandparent, greatgrandparent, stepparent, brother, sister, first cousin, nephew, niece, uncle, or aunt. This relationship shall be by blood, marriage, or adoption.".

b1428/1.2 772. Page 576, line 24: after that line insert:

b1428/1.2 "Section 1583. 48.355 (2) (b) 6m. of the statutes is created to read: 48.355 (2) (b) 6m. If the child is placed outside the home in a placement recommended by the agency designated under s. 48.33 (1), a statement that the court approves the placement recommended by the agency or, if the child is placed outside the home in a placement other than a placement recommended by that agency, a statement that the court has given bona fide consideration to the recommendations made by the agency and all parties relating to the child's placement.

b1428/1.2 Section 1584. 48.357 (2v) of the statutes is created to read:

48.357 (2v) If a hearing is held under sub. (1) or (2m) and the change in placement would place the child outside the home in a placement recommended by the person or agency primarily responsible for implementing the dispositional order, the change in placement order shall include a statement that the court approves the placement recommended by that person or agency or, if the child is placed outside the home in a placement other than a placement recommended by that person or agency, a statement that the court has given bona fide consideration to the recommendations made by that person or agency and all parties relating to the child's placement.".

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b1429/1.1 773. Page 578, line 6: after that line insert: 1 *b1429/1.1* "Section 1588. 48.38 (2) (intro.) of the statutes is amended to 2 3 read: 48.38 (2) PERMANENCY PLAN REQUIRED. (intro.) Except as provided in sub. (3), 4 5 for each child living in a foster home, treatment foster home, group home, 6 child-caring institution, secure detention facility, or shelter care facility or in the 7 home of a relative, the agency that placed the child or arranged the placement or the agency assigned primary responsibility for providing services to the child under s. 8 9 48.355 shall prepare a written permanency plan, if one of the following conditions 10 exists: 11 *b1429/1.1* Section 10589. 48.38 (4) (f) (intro.) of the statutes is amended to 12 read: 13 48.38 (4) (f) (intro.) The services that will be provided to the child, the child's family, and the child's foster parent, the child's treatment foster parent er, the 14 15 operator of the facility where the child is living, or the relative with whom the child 16 is living to carry out the dispositional order, including services planned to accomplish 17 all of the following: *b1429/1.1* Section 1590. 48.38 (5) (a) of the statutes is amended to read: 18 19 48.38 (5) (a) The court or a panel appointed under this paragraph shall review 20 the permanency plan every 6 months from the date on which the child was first held 21 in physical custody or placed outside of his or her home under a court order. If the 22 court elects not to review the permanency plan, the court shall appoint a panel to

review the permanency plan. The panel shall consist of 3 persons who are either

designated by an independent agency that has been approved by the chief judge of

the judicial administrative district or designated by the agency that prepared the permanency plan. A voting majority of persons on each panel shall be persons who are not employed by the agency that prepared the permanency plan and who are not responsible for providing services to the child or the parents of the child whose permanency plan is the subject of the review.

b1429/1.1 Section 1591. 48.38 (5) (b) of the statutes is amended to read:

48.38 (5) (b) The court or the agency shall notify the parents of the child, the child if he or she is 12 years of age or older, and the child's foster parent, the child's treatment foster parent er, the operator of the facility in which the child is living or the relative with whom the child is living of the date, time, and place of the review, of the issues to be determined as part of the review, and of the fact that they may have an opportunity to be heard at the review by submitting written comments not less than 10 working days before the review or by participating at the review. The court or agency shall notify the person representing the interests of the public, the child's counsel, the child's guardian ad litem, and the child's court—appointed special advocate of the date of the review, of the issues to be determined as part of the review, and of the fact that they may submit written comments not less than 10 working days before the review. The notices under this paragraph shall be provided in writing not less than 30 days before the review and copies of the notices shall be filed in the child's case record."

b1434/1.1 774. Page 578, line 7: delete lines 7 to 22.

b1429/1.2 775. Page 582, line 8: after that line insert:

b1429/1.2 "Section 1633. 48.62 (2) of the statutes is amended to read:

48.62 (2) A relative, as defined in s. 48.02 (15) or as specified in s. 49.19 (1) (a), or a guardian of a child, who provides care and maintenance for a child, is not required to obtain the license specified in this section. The department, a county department, or a licensed child welfare agency as provided in s. 48.75 may shall issue a license to operate a foster home or a treatment foster home to a relative who has no duty of support under s. 49.90 (1) (a) and who requests a license to operate a foster home or treatment foster home for a specific child who is either placed by court order or who is the subject of a voluntary placement agreement under s. 48.63. The department, a county department, or a licensed child welfare agency may shall, at the request of a guardian appointed under s. 48.977 or 48.978 or ch. 880, license the guardian's home as a foster home or treatment foster home for the guardian's minor ward who is living in the home and who is placed in the home by court order. Relatives with no duty of support and guardians appointed under s. 48.977 or 48.978 or ch. 880 who are licensed to operate foster homes or treatment foster homes are subject to the department's licensing rules.".

b1430/2.1 776. Page 583, line 2: after that line insert:

b1430/2.1 "Section 1636d. 48.67 of the statutes is amended to read:

48.67 Rules governing child welfare agencies, day care centers, foster homes, treatment foster homes, group homes, shelter care facilities and county departments. The department shall promulgate rules establishing minimum requirements for the issuance of licenses to, and establishing standards for the operation of, child welfare agencies, day care centers, foster homes, treatment foster homes, group homes, shelter care facilities, and county departments. These rules shall be designed to protect and promote the health, safety, and welfare of the

children in the care of all licensees. The department shall consult with the department of commerce and the department of public instruction before promulgating these rules. In establishing the minimum requirements for the issuance of licenses to day care centers that provide care and supervision for children under one year of age, the department shall include a requirement that all licensees who are individuals and all employees and volunteers of a licensee who provide care and supervision for children receive, before the date on which the license is issued or the employment or volunteer work commences, whichever is applicable, training in the most current medically accepted methods of preventing sudden infant death syndrome."

b1500/2.1 777. Page 583, line 2: after that line insert:

b1500/2.1 "Section 1651g. 48.981 (2) of the statutes is amended to read:

48.981 (2) Persons required to report. A physician, coroner, medical examiner, nurse, dentist, chiropractor, optometrist, acupuncturist, other medical or mental health professional, social worker, marriage and family therapist, professional counselor, public assistance worker, including a financial and employment planner, as defined in s. 49.141 (1) (d), school teacher, administrator or counselor, mediator under s. 767.11, child care worker in a day care center or child caring institution, day care provider, alcohol or other and drug abuse counselor, member of the treatment staff employed by or working under contract with a county department under s. 46.23, 51.42 or 51.437, physical therapist, occupational therapist, dietitian, speech-language pathologist, audiologist, emergency medical technician, first responder or police or law enforcement officer having reasonable cause to suspect that a child seen in the course of professional duties has been abused

or neglected or having reason to believe that a child seen in the course of professional duties has been threatened with abuse or neglect and that abuse or neglect of the child will occur shall, except as provided under sub. (2m), report as provided in sub. (3). A court—appointed special advocate having reasonable cause to suspect that a child seen in the course of the court—appointed special advocate's activities under s. 48.236 (3) has been abused or neglected or having reason to believe that a child seen in the course of those activities has been threatened with abuse and neglect and that abuse or neglect of the child will occur shall, except as provided in sub. (2m), report as provided in sub. (3). Any other person, including an attorney, having reason to suspect that a child has been abused or neglected or reason to believe that a child has been threatened with abuse or neglect and that abuse or neglect of the child will occur may make such a report. Any person, including an attorney having reason to suspect that an unborn child has been abused or reason to believe that an unborn child is at substantial risk of abuse may report as provided in sub. (3). No person making a report under this subsection may be discharged from employment for so doing.".

b1827/1.2 778. Page 583, line 2: after that line insert:

b1827/1.2 "Section 1651g. 48.981 (1) (am) 1. of the statutes is amended to read:

48.981 (1) (am) 1. The child's parent, grandparent, greatgrandparent, stepparent, brother, sister, stepbrother, stepsister, half brother, or half sister.

b1827/1.2 Section 1651h. 48.981 (1) (fm) of the statutes is amended to read:

48.981 (1) (fm) "Relative" means a parent, grandparent, greatgrandparent, stepparent, brother, sister, first cousin, 2nd cousin, nephew, niece, uncle, aunt,

1	stepgrandparent, stepbrother, stepsister, half brother, half sister, brother-in-law,
2	sister-in-law, stepuncle, or stepaunt.".
3	779. Page 586, line 14: delete "Section 1656tym" and substitute "Section
4	1656sy".
5	*b1771/1.4* 780. Page 586, line 23: after that line insert:
6	*b1771/1.4* "Section 1656tig. 49.124 (1d) of the statutes is created to read:
7	49.124 (1d) Eligibility determinations. (a) The department shall certify
8	eligibility for and issue food coupons for the food stamp program and shall, under a
9	contract under s. 49.33 (2), designate the functions to the county department under
10	s. 46.215, 46.22, or 46.23 or the governing body of a federally recognized American
11	Indian tribe or band. The department may designate these functions, to the extent
12	permitted under federal law or a waiver under par. (b), to a Wisconsin works agency.
13	(b) The department shall request a waiver from the federal secretary of health
14	and human services to permit Wisconsin works agencies to certify eligibility for and
15	issue food coupons for the food stamp program. If the department receives the
16	waiver, the department shall implement the waiver except that, prior to
17	implementing the waiver, the department shall submit the terms of the waiver and
18	an implementation plan to the joint committee on finance.
19	*b1771/1.4* Section 1656tik. 49.124 (1d) of the statutes, as created by 2001
20	Wisconsin Act (this act), is renumbered 49.79 (1m).".
21	* \mathbf{b} 1771/1.5* 781. Page 589, line 2: delete the material beginning with ", as'
22	and ending with "act)," on line 3.
23	*b1771/1.6* 782. Page 589, line 4: delete lines 4 to 19.
24	*b1771/1.7* 783. Page 590, line 24: delete lines 24 and 25 and substitute:

1	"49.125 (1) The department, or a county, or an elected governing body of a
2	federally recognized American Indian tribe or band or a Wisconsin works agency".
3	*b1427/4.5* 784. Page 593, line 13: after that line insert:
4	*b1427/4.5* "Section 1656w. 49.134 (2) (a) of the statutes is amended to read

49.134 (2) (a) From the appropriation under s. 20.445 (3) (dz) and the allocation under s. 49.155 (1g) (b), the department shall make grants to local agencies to fund child care resource and referral services provided by those local agencies. The department shall provide an allocation formula to determine the amount of a grant awarded under this section.".

b1774/1.1 785. Page 596, line 17: delete the material beginning with that line and ending with page 597, line 3.

b1553/3.10 **786.** Page 597, line 3: after that line insert:

b1553/3.10 "Section 1660t. 49.1475 of the statutes is amended to read:

49.1475 Follow-up services. Following any follow-up period required by the contract entered into under s. 49.143, a Wisconsin works agency may provide case management services for an individual who moves from a Wisconsin works employment position to unsubsidized employment to help the individual retain the unsubsidized employment. Case management services may include the provision of employment skills training; English as a 2nd language classes, if the Wisconsin works agency determines that the course will facilitate the individual's efforts to retain employment; a course of study meeting the standards established under s. 115.29 (4) for the granting of a declaration of equivalency of high school graduation; or other remedial education courses. A Wisconsin works agency shall coordinate case management services with a program offered by a technical college under s. 38.34.

The Wisconsin works agency may provide case management services regardless of the individual's income and asset levels.".

b1781/1.4 787. Page 597, line 3: after that line insert:

b1781/1.4 "Section 1660n. 49.147 (6) (c) of the statutes is amended to read:

49.147 (6) (c) Distribution and administration. From the appropriations under s. 20.445 (3) (e), (jL) and (md), the department shall distribute funds for job access loans to a Wisconsin works agency, which shall administer the loans in accordance with rules promulgated by the department.".

b1430/2.2 788. Page 597, line 6: after that line insert:

b1430/2.2 "Section 1660y. 49.155 (1d) (a) of the statutes is amended to read: 49.155 (1d) (a) The department shall promulgate rules establishing standards for the certification of child care providers under s. 48.651. In establishing the requirements for certification under this paragraph of a child care provider who provides care and supervision for children under one year of age, the department shall include a requirement that all providers and all employees and volunteers of a provider who provide care and supervision for children receive, before the date on which the provider is certified or the employment or volunteer work commences, whichever is applicable, training in the most current medically accepted methods of preventing sudden infant death syndrome. In establishing the requirements for certification as a Level II certified family day care provider, the department may not include -a- any other requirement for training for providers.".

* $\mathbf{b1779/2.2*}$ **789.** Page 601, line 2: after that line insert:

b1779/2.2 "Section 1676e. 49.155 (5) of the statutes is renumbered 49.155 (5) (a) and amended to read:

1	49.155 (5) (a) LIABILITY FOR PAYMENT. An Except as provided in par. (b), an
2	individual is liable for the percentage of the cost of the child care specified by the
3	department in a printed copayment schedule.
4	(b) An individual who is under the age of 20 and is attending high school or
5	participating in a course of study meeting the standards established under s. 115.29
6	(4) for the granting of a declaration of equivalency to high school graduation may not
7	be determined liable for more than the minimum copayment amount for the type of
8	child care received and the number of children receiving child care.".
9	*b1783/1.2* 790. Page 601, line 2: after that line insert:
10	*b1783/1.2* "Section 1677. 49.1635 of the statutes is repealed.".
11	*b1785/2.9* 791. Page 601, line 2: after that line insert:
12	*b1785/2.9* "Section 1676n. 49.173 (title) of the statutes is amended to read
13	49.173 (title) Workforce attachment and advancement program.".
14	*b1781/1.5* 792. Page 601, line 5: delete "(e)," and substitute "(e),".
15	*b1785/2.10* 793. Page 601, line 6: after "(k)," insert "(km),".
16	794. Page 602, line 12: delete "December 1" and substitute "December 31".
17	*b1781/1.6* 795. Page 603, line 19: delete lines 19 to 21 and substitute:
18	*b1781/1.6* "Section 1689c. 49.175 (1) (n) of the statutes is repealed.".
19	*b1779/2.3* 796. Page 604, line 2: delete "\$274,500,000" and substitute
20	" <u>\$274,000,000</u> ".
21	*b1779/2.4* 797. Page 604, line 3: delete "\$305,550,000" and substitute
22	" <u>\$304,950,000</u> ".
23	*b1427/4.6* 798. Page 604, line 7: after that line insert:

1 ***b1427/4.6*** "Section **1691d.** 49.175 (1) (qd) of the statutes is created to read: $\mathbf{2}$ 49.175 (1) (qd) Child care resource and referral services. For child care resource and referral services grants under s. 49.134 (2), \$400,000 in fiscal year 2001-02 and 3 4 \$400,000 in fiscal year 2002–03.". *b1785/2.11* 799. Page 604, line 19: after "attachment" insert "and 5 6 advancement program". *b1785/2.12* 800. Page 604, line 20: delete "\$9,641,000" and substitute 7 8 ***\$9,841,000**. *b1785/2.13* 801. Page 604, line 21: delete "\$5,000,000" and substitute 9 10 "\$10,000,000". *b1786/1.2* 802. Page 604, line 24: delete the material beginning with that 11 12 line and ending with page 605, line 3, and substitute: *b1786/1.2* "Section 1696bb. 49.175 (1) (v) of the statutes is repealed.". 13 *b1606/5.10* 803. Page 607, line 4: delete lines 4 to 7 and substitute: 14 *b1606/5.10* "Section 1710bm. 49.175 (1) (zf) of the statutes is repealed.". 15 *b1783/1.3* 804. Page 607, line 13: after that line insert: 16 17 *b1783/1.3* "Section 1712. 49.175 (1) (zk) of the statutes is repealed.". 18 *b1784/1.2* 805. Page 607, line 13: after that line insert: 19 *b1784/1.2* "Section 1713. 49.175 (1) (zL) of the statutes is repealed.". *b1553/3.11* 806. Page 607, line 14: after that line insert: 20 ***b1553/3.11*** "**Section 1714p.** 49.175 (1) (zq) of the statutes is created to read: 21 22 49.175 (1) (zq) Job retention skills development programs. For the transfer of 23 moneys to the technical college system board for implementation costs for job

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- retention skills development programs under s. 38.34, \$200,000 in fiscal year 2001–02.".
- 3 *b1785/2.14* 807. Page 609, line 13: after "(k)," insert "(km),".
- 4 *b1781/1.7* 808. Page 609, line 13: delete "(e),".
- *b1771/1.8* **809.** Page 614, line 4: delete lines 4 to 10.
- 810. Page 615, line 19: after "46.23" insert ", and may contract with tribal governing bodies,".
- 8 811. Page 615, line 20: after "department" insert "and tribal governing bodies".
- *b1547/3.4* 812. Page 620, line 25: after that line insert:
- *b1547/3.4* "Section 1748r. 49.45 (2) (a) 2m. of the statutes is created to read:
- 49.45 (2) (a) 2m. Consider for payment a correct and complete claim or adjustment received by the department's fiscal agent within no more than 365 days after the date of service, except in any of the following circumstances:
 - a. Circumstances specified by the department by rule.
 - b. If services that are reimbursable under this subdivision were initially reimbursed as general relief under s. 49.02, 1991 stats., or as medical relief under a relief block grant under s. 49.025, 49.027, or 49.029 and if the entity that submits the claim reimburses the department under a contract with the county that originally paid the claim that is entered into before the department receives the claim, for any additional departmental administrative costs necessary to process the claim.
- *b1547/3.4* Section 1748s. 49.45 (2) (a) 2n. of the statutes is created to read:
 49.45 (2) (a) 2n. Subdivision 2m. does not apply after June 30, 2005.".

1	*b1771/1.9* 813. Page 621, line 7: after "body" insert ". The department may
2	designate the function, to the extent permitted under federal law or a waiver from
3	the federal secretary of health and human services, to a Wisconsin works agency".
4	*b1385/2.4* 814. Page 621, line 12: after that line insert:
5	*b1385/2.4* "Section 1750d. 49.45 (2) (a) 10. of the statutes is renumbered
6	49.45 (2) (a) 10. a. and amended to read:
7	49.45 (2) (a) 10. a. After reasonable notice and opportunity for hearing the
8	provider to present information and argument to department staff, recover money
9	improperly or erroneously paid, or overpayments to a provider either by offsetting
10	or adjusting amounts owed the provider under the program, crediting against a
11	provider's future claims for reimbursement for other services or items furnished by
12	the provider under the program, or by requiring the provider to make direct payment
13	to the department or its fiscal intermediary.
14	*b1385/2.4* Section 1750f. 49.45 (2) (a) 10. b. of the statutes is created to read:
15	49.45 (2) (a) 10. b. Establish a deadline for payment of a recovery imposed
16	under this subdivision and, if a provider fails to pay all of the amount to be recovered
17	by the deadline, require payment, by the provider, of interest on any delinquent
18	amount at the rate of 1% per month or fraction of a month from the date of the
19	overpayment.
20	*b1385/2.4* Section 1750h. 49.45 (2) (a) 11. of the statutes is amended to read
21	49.45 (2) (a) 11. Establish criteria for the certification of eligible providers of
22	services under Title XIX of the social security act medical assistance and, except as
23	provided in par. (b) 6m. and s. 49.48, and subject to par. (b) 7. and 8., certify such
24	eligible providers who meet the criteria.

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b1385/2.4 Section 1750j. 49.45 (2) (a) 12. of the statutes is amended to read: 49.45 (2) (a) 12. Decertify or suspend under this subdivision a provider from or restrict a provider's participation in the medical assistance program, if after giving reasonable notice and opportunity for hearing, the department finds that the provider has violated a federal statute or regulation or a state law statute or administrative rule and such violations are by law the violation is by statute, regulation, or rule grounds for decertification or suspension restriction. The department shall suspend the provider pending the hearing under this subdivision if the department includes in its decertification notice findings that the provider's continued participation in the medical assistance program pending hearing is likely to lead to the irretrievable loss of public funds and is unnecessary to provide adequate access to services to medical assistance recipients. As soon as practicable after the hearing, the department shall issue a written decision. No payment may be made under the medical assistance program with respect to any service or item furnished by the provider subsequent to decertification or during the period of suspension.

b1385/2.4 Section 1750L. 49.45 (2) (b) 6m. of the statutes is created to read: 49.45 (2) (b) 6m. Limit the number of providers of particular services that may be certified under par. (a) 11. or the amount of resources, including employees and equipment, that a certified provider may use to provide particular services to medical assistance recipients, if the department finds all of the following:

a. That existing certified providers and resources provide services that are adequate in quality and amount to meet the need of medical assistance recipients for the particular services.

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assistance program.

b. That the potential for medical assistance fraud or abuse exists if additional 1 2 providers are certified or additional resources are used by certified providers. 3 *b1385/2.4* Section 1750n. 49.45 (2) (b) 7. of the statutes is created to read: 49.45 (2) (b) 7. Require, as a condition of certification under par. (a) 11., all 4 5 providers of a specific service that is among those enumerated under s. 49.46 (2) or 6 49.47 (6) (a), as specified in this subdivision, to file with the department a surety bond 7 issued by a surety company licensed to do business in this state. Providers subject to this subdivision provide those services specified under s. 49.46 (2) or 49.47 (6) (a) 8 for which providers have demonstrated significant potential to violate s. 49.49 (1) (a), 9 10 (2) (a) or (b), (3), (3m) (a), (3p), (4) (a), or (4m) (a), to require recovery under par. (a) 10., or to need additional sanctions under par. (a) 13. The surety bond shall be 11 12 payable to the department in an amount that the department determines is 13 reasonable in view of amounts of former recoveries against providers of the specific 14 service and the department's costs to pursue those recoveries. The department shall promulgate rules under this subdivision that specify all of the following: 15 16 a. Services under medical assistance for which providers have demonstrated 17 significant potential to violate s. 49.49 (1) (a), (2) (a) or (b), (3), (3m) (a), (3p), (4) (a), 18 or (4m) (a), to require recovery under par. (a) 10., or to need additional sanctions 19 under par. (a) 13. 20 b. The amount or amounts of the surety bonds. 21 c. Terms of the surety bond, including amounts, if any, without interest to be 22 refunded to the provider upon withdrawal or decertification from the medical

b1385/2.4 Section 1750p. 49.45 (2) (b) 8. of the statutes is created to read:

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49.45 (2) (b) 8. Require a person who takes over the operation, as defined in sub. (21) (ag), of a provider, to first obtain certification under par. (a) 11. for the operation of the provider, regardless of whether the person is currently certified. The department may withhold the certification required under this subdivision until any outstanding repayment under sub. (21) is made.

b1385/2.4 Section 1750r. 49.45 (2) (b) 9. of the statutes is created to read: 49.45 (2) (b) 9. After providing reasonable notice and opportunity for a hearing, charge an assessment to a provider that repeatedly has been subject to recoveries under par. (a) 10. a. because of the provider's failure to follow identical or similar billing procedures or to follow other identical or similar program requirements. The assessment shall be used to defray in part the costs of audits and investigations by the department under sub. (3) (g) and may not exceed \$1,000 or 200% of the amount of any such repeated recovery made, whichever is greater. The provider shall pay the assessment to the department within 10 days after receipt of notice of the assessment or the final decision after administrative hearing, whichever is later. department may recover any part of an assessment not timely paid by offsetting the assessment against any medical assistance payment owed to the provider and may refer any such unpaid assessments not collected in this manner to the attorney general, who may proceed with collection under this subdivision. Failure to timely pay in any manner an assessment charged under this subdivision, other than an assessment that is offset against any medical assistance payment owed to the provider, is grounds for decertification under subd. 12. A provider's payment of an assessment does not relieve the provider of any other legal liability incurred in connection with the recovery for which the assessment is charged, but is not evidence

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of violation of a statute or rule. The department shall credit all assessments received under this subdivision to the appropriation account under s. 20.435 (4) (iL).

b1385/2.4 Section 1750t. 49.45 (3) (g) of the statutes is amended to read:

49.45 (3) (g) The secretary may appoint authorize personnel to audit or investigate and report to the department on any matter involving violations or complaints alleging violations of laws statutes, regulations, or rules applicable to Title XIX of the federal social security act or the medical assistance program and to perform such investigations or audits as are required to verify the actual provision of services or items available under the medical assistance program and the appropriateness and accuracy of claims for reimbursement submitted by providers participating in the program. Department employees appointed authorized by the secretary under this paragraph shall be issued, and shall possess at all times during which while they are performing their investigatory or audit functions under this section, identification, signed by the secretary which, that specifically designates the bearer as possessing the authorization to conduct medical assistance investigations Pursuant to Under the request of a designated person and upon or audits. presentation of that the person's authorization, providers and medical assistance recipients shall accord such the person access to any provider personnel, records, books, recipient medical records, or documents or other information needed. Under the written request of a designated person and upon presentation of the person's authorization, providers and recipients shall accord the person access to any needed patient health care records of a recipient. Authorized employees shall have authority to may hold hearings, administer oaths, take testimony, and perform all other duties necessary to bring such the matter before the department for final adjudication and determination.

b1385/2.4 Section 1750v. 49.45 (3) (h) 1. of the statutes is repealed.

b1385/2.4 Section 1750x. 49.45 (3) (h) 2. of the statutes is repealed.

b1385/2.4 Section 1750z. 49.45 (3) (h) 3. of the statutes is renumbered 49.45 (3) (h) and amended to read:

49.45 (3) (h) The failure or refusal of a person to purge himself or herself of contempt found under s. 885.12 and perform the act as required by law shall constitute provider to accord department auditors or investigators access as required under par. (g) to any provider personnel, records, books, patient health care records of medical assistance recipients, or documents or other information requested constitutes grounds for decertification or suspension of that person the provider from participation in the medical assistance program and no. No payment may be made for services rendered by that person subsequent to the provider following decertification or, during the period of suspension, or during any period of provider failure or refusal to accord access as required under par. (g)."

b1402/1.5 815. Page 621, line 12: after that line insert:

b1402/1.5 "Section 1750w. 49.45 (2) (a) 24. of the statutes is created to read: 49.45 (2) (a) 24. Promulgate rules that require that the written plan of care for persons receiving personal care services under medical assistance be reviewed by a registered nurse at least every 60 days. The rules shall provide that the written plan of care shall designate intervals for visits to the recipient's home by a registered nurse as part of the review of the plan of care. The designated intervals for visits shall be based on the individual recipient's needs, and each recipient shall be visited in his or her home by a registered nurse at least once in every 12—month period. The rules shall also provide that a visit to the recipient is also required if, in the course

1	of the nurse's review of the plan of care, there is evidence that a change in the
2	recipient's condition has occurred that may warrant a change in the plan of care.".
3	*b1400/4.6* 816. Page 622, line 8: delete ", or (w)" and substitute ", (w), or
4	<u>(wm)</u> ".
5	*b1413/3.1* 817. Page 622, line 14: delete lines 14 to 21.
6	*b1400/4.7* 818. Page 624, line 21: delete "and (w)" and substitute ", (w), and
7	(<u>wm)</u> ".
8	*b1383/2.2* 819. Page 628, line 21: after that line insert:
9	*b1383/2.2* "Section 1783g. 49.45 (18) (d) of the statutes is amended to read:
10	49.45 (18) (d) A person is liable for a copayment of \$1 for each prescription drug
11	that bears only a generic name, as defined in s. 450.12 (1) (b), and is liable for a
12	copayment of \$2 for each prescription drug that does not bear only a generic name.
13	No person who designates a pharmacy or pharmacist as his or her sole provider of
14	prescription drugs and who so uses that pharmacy or pharmacist is liable under this
15	subsection for more than \$5 per month for prescription drugs received.".
16	*b1385/2.5* 820. Page 628, line 21: after that line insert:
17	*b1385/2.5* "Section 1786g. 49.45 (21) (title) of the statutes is amended to
18	read:
19	49.45 (21) (title) Transfer of business, Liability for Taking over provider's
20	OPERATION; REPAYMENTS REQUIRED.
21	*b1385/2.5* Section 1786h. 49.45 (21) (a) of the statutes is renumbered 49.45
22	(21) (ar) and amended to read:
23	49.45 (21) (ar) If any provider Before a person may take over the operation of
24	a provider that is liable for repayment of improper or erroneous payments or

1	overpayments under ss. 49.43 to 49.497 sells or otherwise transfers ownership of his
2	or her business or all or substantially all of the assets of the business, the transferor
3	and transferee are each liable for the repayment. Prior to final transfer, the
4	transferee is responsible for contacting the department and ascertaining if the
5	transferor, full repayment shall be made. Upon request, the department shall notify
6	the provider or the person that intends to take over the operation of the provider as
7	to whether the provider is liable under this paragraph.
8	*b1385/2.5* Section 1786i. 49.45 (21) (ag) of the statutes is created to read:
9	49.45 (21) (ag) In this subsection, "take over the operation" means obtain, with
10	respect to an aspect of a provider's business for which the provider has filed claims
11	for medical assistance reimbursement, any of the following:
12	1. Ownership of the provider's business or all or substantially all of the assets
13	of the business.
14	2. Majority control over decisions.
15	3. The right to any profits or income.
16	4. The right to contact and offer services to patients, clients, or residents served
17	by the provider.
18	5. An agreement that the provider will not compete with the person at all or
19	with respect to a patient, client, resident, service, geographical area, or other part
20	of the provider's business.
21	6. The right to perform services that are substantially similar to services
22	performed by the provider at the same location as those performed by the provider.
23	7. The right to use any distinctive name or symbol by which the provider is

known in connection with services to be provided by the person.

* $\mathbf{b1385/2.5}$ * Section 1786j. 49.45 (21) (b) of the statutes is amended to read:

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49.45 (21) (b) If a transfer occurs If, notwithstanding the prohibition under par. (ar), a person takes over the operation of a provider and the applicable amount under par. (a) (ar) has not been repaid, the department may, in addition to withholding certification as authorized under sub. (2) (b) 8., proceed against either the transferor or the transferee the provider or the person. Within 30 days after receiving the certified provider receives notice from the department, the transferor or the transferoe shall pay the amount shall be repaid in full. Upon failure to comply If the amount is not repaid in full, the department may bring an action to compel payment. If a transferor fails to pay within 90 days after receiving notice from the department, the department, may proceed under sub. (2) (a) 12., or may do both."

b1411/1.9 821. Page 630, line 20: after that line insert:

b1411/1.9 "Section 1792g. 49.45 (49) of the statutes is created to read:

49.45 (49) PRIOR AUTHORIZATION FOR LEGEND DRUGS. If, after June 30, 2002, and before July 1, 2004, a manufacturer has in force a rebate agreement under s. 49.688 (7), the department may not during that period expand the prior authorization requirements for prescription drugs manufactured by the manufacturer for which coverage is provided under s. 49.46 (2) (b) 6. h. beyond those prior authorization requirements that are in effect on July 1, 2002."

b1547/3.5 822. Page 630, line 20: after that line insert:

b1547/3.5 "Section 1792r. 49.45 (53) of the statutes is created to read:

49.45 (53) REFUND OF MEDICAL RELIEF AND GENERAL RELIEF. (a) If a service provider receives reimbursement under this section for a claim submitted by or on behalf of the service provider under the circumstance specified under s. 49.45 (2) (a) 2m. b., the service provider shall, as a condition of certification under sub. (2) (a) 11.,

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refund to the county that initially reimbursed the services as general relief or as
medical relief, any medical relief under a relief block grant or any general relief paid
to the service provider for the medical assistance-reimbursable services rendered.
The county shall separately identify this refund and remit to the department for
deposit in the appropriation account under s. 20.435 (4) (ib) an amount that
represents the state's contribution toward the original medical relief or general relief
paid.
(b) If the federal department of health and human services disallows payment

- (b) If the federal department of health and human services disallows payment to the state of federal financial participation for a claim submitted by or on behalf of a service provider under the circumstance specified under sub. (2) (a) 2m. b., the county shall remit to the department for deposit in the appropriation account under s. 20.435 (4) (ib) an amount that is equal to the amount of federal financial participation paid by the department to the service provider under par. (a).
 - (c) This subsection does not apply after June 30, 2005.".
- *b1376/1.2* **823.** Page 631, line 5: delete lines 5 to 17.
- *b1376/1.3* 824. Page 631, line 23: delete the material beginning with that line and ending with page 632, line 4.
- *b1376/1.4* **825.** Page 632, line 10: delete lines 10 to 16.
- *b1376/1.5* **826.** Page 633, line 13: delete lines 13 to 24.
- 20 *b1376/1.6* **827.** Page 634, line 8: delete lines 8 to 15.
- 21 *b1411/1.10* 828. Page 637, line 6: after that line insert:
- ***b1411/1.10* "Section 1814L.** 49.47 (4) (aq) of the statutes is created to read:
- 49.47 (4) (aq) 1. Subject to subd. 2., an individual who does not meet the limitation on income under par. (c) is eligible for medical assistance if the individual's

1	income does not exceed 100% of the federal poverty level, and the individual is 65
2	years of age or older or is blind or totally and permanently disabled, as defined under
3	federal Title XVI.
4	2. If a federal waiver is necessary to provide medical assistance to individuals
5	specified in subd. 1., the department shall request a waiver from the secretary of the
6	federal department of health and human services before providing medical
7	assistance under this paragraph.".
8	*b1411/1.11* 829. Page 637, line 13: after that line insert:
9	*b1411/1.11* "Section 1815cb. 49.47 (4) (b) 2m. b. of the statutes is amended
10	to read:
11	49.47 (4) (b) 2m. b. For persons who are eligible under par. (a) 3. or 4. or (aq),
12	motor vehicles are exempt from consideration as an asset to the same extent as
13	provided under 42 USC 1381 to 1385.
14	*b1411/1.11* Section 1815cc. 49.47 (4) (b) 2r. of the statutes is amended to
15	read:
16	49.47 (4) (b) 2r. For a person who is eligible under par. (a) 3. or 4. or (aq), the
17	value of any burial space or agreement representing the purchase of a burial space
18	held for the purpose of providing a place for the burial of the person or any member
19	of his or her immediate family.
20	*b1411/1.11* Section 1815cd. 49.47 (4) (b) 2w. of the statutes is amended to
21	read:
22	49.47 (4) (b) 2w. For a person who is eligible under par. (a) 3. or 4. or (aq), life
23	insurance with cash surrender values if the total face value of all life insurance
24	policies is not more than \$1,500.

b1411/1.11 SECTION 1815ce. 49.47 (4) (b) 3. of the statutes is amended to read:

49.47 (4) (b) 3. For a person who is eligible under par. (a) 3. or 4. or (aq), funds set aside to meet the burial and related expenses of the person and his or her spouse in an amount not to exceed \$1,500 each, minus the sum of the cash value of any life insurance excluded under subd. 2w. and the amount in any irrevocable burial trust under s. 445.125 (1) (a).

b1411/1.11 Section 1815cf. 49.47 (4) (c) 1. of the statutes is amended to read:

49.47 (4) (c) 1. Except as provided in par. pars. (am) and (aq) and as limited by subd. 3., eligibility exists if income does not exceed 133 1/3% 133.33% of the maximum aid to families with dependent children payment under s. 49.19 (11) for the applicant's family size or the combined benefit amount available under supplemental security income under 42 USC 1381 to 1383c and state supplemental aid under s. 49.77 whichever is higher. In this subdivision "income" includes earned or unearned income that would be included in determining eligibility for the individual or family under s. 49.19 or 49.77, or for the aged, blind or disabled under 42 USC 1381 to 1385. "Income" does not include earned or unearned income which would be excluded in determining eligibility for the individual or family under s. 49.19 or 49.77, or for the aged, blind or disabled individual under 42 USC 1381 to 1385.".

b1376/1.7 830. Page 637, line 14: delete the material beginning with that line and ending with page 638, line 16.

b1411/1.12 831. Page 638, line 16: after that line insert:

1	*b1411/1.12* "Section 1815L. 49.47 (4) (c) 3. of the statutes is amended to
2	read:
3	49.47 (4) (c) 3. Except as provided in par. pars. (am) and (aq), no person is
4	eligible for medical assistance under this section if the person's income exceeds the
5	maximum income levels that the U.S. department of health and human services sets
6	for federal financial participation under 42 USC 1396b (f).
7	*b1411/1.12* Section 1815p. 49.47 (4) (i) 2. (intro.) of the statutes is amended
8	to read:
9	49.47 (4) (i) 2. (intro.) Notwithstanding par. (b) 2r. and 3., a person who is
10	described in par. (a) 3. or 4. or (aq) is not eligible for benefits under this section if any
11	of the following criteria is met:".
12	*b1401/2.1* 832. Page 642, line 20: after that line insert:
13	*b1401/2.1* "Section 1823r. 49.4981 of the statutes is created to read:
14	49.4981 Comprehensive quality assessment pilot project. (1) If the
15	department receives a waiver of federal medical assistance laws, as requested under
16	2001 Wisconsin Act (this act), section 9123 (19g), the department shall conduct
17	a pilot project in the counties of Brown, Grant, Polk, and Waukesha under which
18	nursing facilities shall apply to the department, under requirements specified by the
19	department, to participate in the pilot project.
20	(2) If participation for a nursing facility is approved by the department under
21	subsection (1), and if the nursing facility contracts to receive a comprehensive quality
22	assessment, under standards and principles of comprehensive assessments of the
23	quality of care provided to residents of nursing facilities, the nursing facility shall

assessment that is conducted. Each report shall include any findings of violations of state statutes or rules by the nursing facility that are discovered in the course of performance of the assessment. The nursing facility shall provide information that the department requests concerning any violations noted. The department may use the assessment report and information provided by the nursing facility as evidence to which s. 50.04 (4) applies or upon which an applicable forfeiture under s. 49.498 (16) or 50.04 (5) may be assessed. Upon receipt of the assessment report, the department may, but is not required to, waive the requirement under s. 49.498 (13) for an annual survey of the nursing facility.".

b1841/1.6 833. Page 642, line 20: after that line insert:

b1841/1.6 "Section 1835h. 49.496 (3) (f) of the statutes is amended to read: 49.496 (3) (f) The department may contract with or employ an attorney to probate estates to recover under this subsection the costs of care. Any such contract is subject to the requirements of s. 20.930 (2) to (5).".

b1369/4.2 834. Page 644, line 14: after that line insert:

b1369/4.2 "Section 1837e. 49.665 (5) (a) of the statutes is amended to read: 49.665 (5) (a) Except as provided in pars. (b) and (bm), a family, or child who does not reside with his or her parent, who receives health care coverage under this section shall pay a percentage of the cost of that coverage in accordance with a schedule established by the department by rule. If Except as provided in par. (am), if the schedule established by the department requires a family, or child who does not reside with his or her parent, to contribute more than 3% of the family's or child's income towards the cost of the health care coverage provided under this section, the department shall submit the schedule to the joint committee on finance for review

and approval of the schedule. If the cochairpersons of the joint committee on finance do not notify the department within 14 working days after the date of the department's submittal of the schedule that the committee has scheduled a meeting to review the schedule, the department may implement the schedule. If, within 14 days after the date of the department's submittal of the schedule, the cochairpersons of the committee notify the department that the committee has scheduled a meeting to review the schedule, the department may not require a family, or child who does not reside with his or her parent, to contribute more than 3% of the family's or child's income unless the joint committee on finance approves the schedule. The joint committee on finance may not approve and the department may not implement a schedule that requires a family or child to contribute more than 3.5% of the family's or child's income towards the cost of the health care coverage provided under this section.

b1369/4.2 Section 1837eg. 49.665 (5) (am) of the statutes is created to read: 49.665 (5) (am) No later than January 1, 2002, the department shall request a waiver from the federal secretary of health and human services to increase the maximum amount that a family, or child who does not reside with his or her parent, is required to pay under par. (a) to 5% of the family's or child's income. If the waiver is granted, the department shall increase the maximum amount that a family, or child who does not reside with his or her parent, is required to pay under par. (a) to 5% of the family's or child's income and is not required to receive approval from the joint committee on finance before increasing the maximum amount.".

b1841/1.7 835. Page 645, line 6: after that line insert:

b1841/1.7 "Section 1837pm. 49.682 (6) of the statutes is amended to read:

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section.

1	49.682 (6) The department may contract with or employ an attorney to probate
2	estates to recover under this section the costs of care. Any such contract is subject
3	to the requirements of s. 20.930 (2) to (5).".
4	*b1411/1.13* 836. Page 646, line 22: after that line insert:
5	*b1411/1.13* "Section 1838f. 49.688 of the statutes is created to read:
6	49.688 Prescription drug assistance for low-income elderly persons.
7	(1) In this section:
8	(a) "Generic name" has the meaning given in s. 450.12 (1) (b).
9	(b) "Poverty line" means the nonfarm federal poverty line for the continental
10	United States, as defined by the federal department of labor under 42 USC 9902 (2).
11	(c) "Prescription drug" means a prescription drug, as defined in s. 450.01 (20),
12	that is included in the drugs specified under s. 49.46 (2) (b) 6. h. and that is
13	manufactured by a manufacturer that enters into a rebate agreement in force under
14	sub. (7).
15	(d) "Prescription order" has the meaning given in s. 450.01 (21).
16	(2) A person who is a resident, as defined in s. 27.01 (10) (a), of this state, who
17	is at least 65 years of age, who is not a recipient of medical assistance, whose annual
18	household income, as determined by the department, does not exceed 185% of the
19	poverty line for a family the size of the person's eligible family, and who pays the
20	program enrollment fee specified in sub. (3) (a) is eligible to purchase a prescription
21	drug at the amounts specified in sub. (6) (b). The person may apply to the
22	department, on a form provided by the department for a determination of eligibility

and issuance of a prescription drug card for purchase of prescription drugs under this

) 1	(3) (a) Program participants shall pay all of the following:
2	1. For each 12-month benefit period, a program enrollment fee of \$25.
3	2. For each 12-month benefit period, a deductible for each person of \$840.
4	3. After payment of the deductible under subd. 2., all of the following:
5	a. A copayment of \$10 for each prescription drug that bears only a generic
6	name.
7	b. A copayment of \$20 for each prescription drug that does not bear only a
8	generic name.
9	(b) Notwithstanding s. 49.002, if a person who is eligible under this section has
10	other available coverage for payment of a prescription drug, this section applies only
11	to costs for prescription drugs for the person that are not covered under the person's
12	other available coverage.
13	(4) The department shall devise and distribute a form for application for the
14	program under sub. (2), shall determine eligibility for each 12-month benefit period
15	of applicants, and shall issue to eligible persons a prescription drug card for use in
16	purchasing prescription drugs, as specified in sub. (5). The department shall
17	promulgate rules that specify the criteria to be used to determine annual household
18	income under sub. (2).
19	(5) Beginning July 1, 2002, as a condition of participation by a pharmacy of
20	pharmacist in the program under s. 49.45, 49.46, or 49.47, the pharmacy of
21	pharmacist may not charge a person who presents a valid prescription order and a
22	card indicating that he or she meets eligibility requirements under sub. (2) ar
23	amount for a prescription drug under the order that exceeds the amounts specified
24	in sub. (6) (b).

- (6) (a) The charge for a prescription drug shall be calculated at the average wholesale price minus 5% or the maximum allowable cost, as determined by the department, whichever is less.
 (b) The amounts that a pharmacy or pharmacist may charge a person specified in sub. (2) in a 12-month period for a prescription drug are the following:
 1. If applicable, a deductible, as specified in sub. (3) (a) 2., for a prescription
 - to the dispensing fee permitted to be charged for prescription drugs for which coverage is provided under s. 49.46 (2) (b) 6. h.

drug that is charged at the rate specified in par. (a), plus a dispensing fee that is equal

- 2. After the deductible under subd. 1. is charged, the copayment, as applicable, that is specified in sub. (3) (a) 3. a. or b.
- (c) The department shall calculate and transmit to pharmacies and pharmacists that are certified providers of medical assistance amounts that may be used in calculating charges under par. (a). The department shall periodically update this information and transmit the updated amounts to pharmacies and pharmacists.
- (7) The department or an entity with which the department contracts may enter into a rebate agreement that is modeled on the rebate agreement specified under 42 USC 1396r-8 with a drug manufacturer that sells drugs for prescribed use in this state. The rebate agreement, if negotiated, shall include all of the following as requirements:
- (a) That the manufacturer shall make rebate payments for each prescription drug of the manufacturer that is prescribed for persons who are eligible under sub.

 (2), to the state treasurer to be credited to the appropriation under s. 20.435 (4) (j), each calendar quarter or according to a schedule established by the department.

- (b) That the amount of the rebate payment shall be determined by a method specified in 42 USC 1396r-8 (c).
- (8) From the appropriation accounts under s. 20.435 (4) (bv) and (j), beginning July 1, 2002, the department shall, under a schedule that is identical to that used by the department for payment of pharmacy provider claims under medical assistance, provide to pharmacies and pharmacists payments for prescription drugs sold by the pharmacies or pharmacists to persons eligible under sub. (2) who have paid the deductible specified under sub. (3) (a) 2. The payment for each prescription drug under this subsection shall be at the rate specified in sub. (6) (a), minus the amount of a copayment charged under sub. (6) (b) 2., plus a dispensing fee, as specified in sub. (6) (b) 1. The department shall devise and distribute a form for reports by pharmacies and pharmacists under this subsection and may limit payment under this subsection to those prescription drugs for which payment claims are submitted by pharmacies or pharmacists directly to the department. The department may apply to the program under this section the same utilization and cost control procedures that apply under rules promulgated by the department to medical assistance under subch. IV.
- (9) The department shall, under methods promulgated by the department by rule, monitor compliance by pharmacies and pharmacists that are certified providers of medical assistance with the requirements of sub. (5) and shall annually report to the legislature under s. 13.172 (2) concerning the compliance. The report shall include information on any pharmacies or pharmacists that discontinue participation as certified providers of medical assistance and the reasons given for the discontinuance.

- (10) (a) The department shall promulgate rules relating to prohibitions on fraud that are substantially similar to applicable provisions under s. 49.49 (1) (a).
- (b) A person who is convicted of violating a rule promulgated by the department under par. (a) in connection with that person's furnishing of prescription drugs under this section may be fined not more than \$25,000, or imprisoned for not more than 7 years and 6 months, or both.
- (c) A person other than a person specified in par. (b) who is convicted of violating a rule promulgated by the department under par. (a) may be fined not more than \$10,000, or imprisoned for not more than one year, or both.
- (11) If federal law is amended to provide coverage for prescription drugs for outpatient care as a benefit under medicare or to provide similar coverage under another program, the department shall submit to appropriate standing committees of the legislature under s. 13.172 (3) a report that contains an analysis of the differences between such a federal program and the program under this section and that provides recommendations concerning alignment, if any, of the differences.
- (12) After June 30, 2002, and before July 1, 2004, the department may not subject a manufacturer that enters into a rebate agreement under sub. (7) to prior authorization requirements for a prescription drug under this section that are an expansion of prior authorization requirements in effect under the medical assistance program on July 1, 2002.
- (13) Except as provided in subs. (9) to (12), and except for the department's rule—making requirements and authority, the department may enter into a contract with an entity to perform the duties and exercise the powers of the department under this section.".

b1771/1.10 837. Page 647, line 14: delete lines 14 to 24.

b1771/1.11 838. Page 648, line 1: delete lines 1 to 12 and substitute:

b1771/1.11 "Section 1838vb. 49.85 (1) of the statutes is amended to read:

49.85 (1) County Department Notification Requirement. If a county department under s. 46.215, 46.22 or 46.23, a governing body of a federally recognized American Indian tribe or band or a Wisconsin works agency determines that the department of health and family services may recover an amount under s. 49.497 or 49.793 or that the department of workforce development may recover an amount under s. 49.125, 49.161 or 49.195 (3), the county department or the determination."

b1385/2.6 839. Page 648, line 12: after that line insert:

b1385/2.6 "Section 1838w. 49.85 (2) (a) of the statutes is amended to read: 49.85 (2) (a) At least annually, the department of health and family services shall certify to the department of revenue the amounts that, based on the notifications received under sub. (1) and on other information received by the department of health and family services, the department of health and family services has determined that it may recover under s. 49.45 (2) (a) 10. or 49.497, except that the department of health and family services may not certify an amount under this subsection unless it has met the notice requirements under sub. (3) and unless its determination has either not been appealed or is no longer under appeal.".

b1385/2.7 840. Page 648, line 21: after that line insert:

b1385/2.7 "Section 1840e. 49.85 (3) (a) 1. of the statutes is amended to read:

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1	49.85 (3) (a) 1. Inform the person that the department of health and family
2	services intends to certify to the department of revenue an amount that the
3	department of health and family services has determined to be due under s. 49.45
4	(2) (a) 10. or 49.497, for setoff from any state tax refund that may be due the person.".
5	*b1385/2.8* 841. Page 653, line 10: after that line insert:
6	*b1385/2.8* "Section 1877p. 50.03 (13) (a) of the statutes is amended to read:
7	50.03 (13) (a) New license. Whenever ownership of a facility is transferred from
8	the person or persons named in the license to any other person or persons, the
9	transferee must obtain a new license. The license may be a probationary license.
10	Penalties under sub. (1) shall apply to violations of this subsection. The transferee
11	shall notify the department of the transfer, file an application under sub. (3) (b), and
12	apply for a new license at least 30 days prior to final transfer. Retention of any
13	interest required to be disclosed under sub. (3) (b) after transfer by any person who
14	held such an interest prior to transfer may constitute grounds for denial of a license
15	where violations of this subchapter for which notice had been given to the transferor
16	are outstanding and uncorrected, if the department determines that effective control
17	over operation of the facility has not been transferred. If the transferor was a
18	provider under s. 49.43 (10), the transferee and transferor shall comply with s. 49.45
19	(21).".

b1417/2.1 842. Page 653, line 10: after that line insert:

b1417/2.1 "Section 1877g. 50.01 (1) (b) of the statutes is amended to read: 50.01 (1) (b) A place where 3 or 4 adults who are not related to the operator reside and receive care, treatment or services that are above the level of room and board and that may include up to 7 hours per week of nursing care per resident.

1	"Adult family home" does not include a place that is specified in sub. (1g) (a) to (d),
2	(f) or (g) or a respite facility, as defined in s. 50.85 (1) (b).
3	*b1417/2.1* Section 1877h. 50.01 (1) (h) of the statutes is created to read:
4	50.01 (1) (h) A respite facility, as defined in s. 50.85 (1) (b).
5	*b1417/2.1* Section 1877i. 50.01 (3) (f) of the statutes is created to read:
6	50.01 (3) (f) A respite facility, as defined in s. 50.85 (1) (b).".
7	*b1405/1.1* 843. Page 654, line 6: after that line insert:
8	*b1405/1.1* "Section 1894r. 50.04 (2d) of the statutes is created to read:
9	50.04 (2d) Pharmaceutical services. (a) In this subsection:
10	1. "Drug product" means a specific drug or drugs in a specific dosage form and
11	strength from a known source of manufacture.
12	2. "Unit dose drug delivery system" means a system for the distribution to
13	nursing home residents of drug products under which a single dose of a drug product
14	is individually packaged and sealed.
15	3. "Unit dose packaging" includes individually wrapped, single doses of a drug
16	product that are contained on cards and that may be singly accessed by punching out
17	a single wrapping on the card.
18	(b) Under a unit dose drug delivery system, as ordered by a physician, a
19	pharmacy may dispense to a nursing home up to a one-month's supply of the
2 0	physician-directed dosage of drug products for an individual nursing home resident.
21	The drug products may be supplied by use of unit dose packaging.".
22	*b1417/2.2* 844. Page 654, line 6: after that line insert:
23	*b1417/2.2* "Section 1894r. 50.065 (1) (c) (intro.) of the statutes is amended
24	to read:

1	50.065 (1) (c) (intro.) "Entity" means a facility, organization or service that is
2	licensed or certified by or registered with the department to provide direct care or
3	treatment services to clients. "Entity" includes a hospital, a personal care worker
4	agency, a supportive home care service agency, a temporary employment agency that
5	provides caregivers to another entity, a respite facility, and the board on aging and
6	long-term care. "Entity" does not include any of the following:
7	*b1417/2.2* Section 1897g. 50.50 (3) (a) 7. of the statutes is created to read:
8	50.50 (3) (a) 7. A respite facility.
9	*b1417/2.2* Section 1900b. Subchapter IV (title) of chapter 50 [precedes
10	50.85] of the statutes is amended to read:
11	CHAPTER 50
12	SUBCHAPTER IV
13	RESPITE FACILITIES AND HOSPICES
14	*b1417/2.2* Section 1900c. 50.85 of the statutes is created to read:
15	50.85 Respite facilities for persons with like or similar disabilities. (1)
16	DEFINITIONS. In this section:
17	(a) "Disability" has the meaning given in rules promulgated under sub. (8) (e).
18	(b) "Like or similar disabilities" has the meaning given in rules promulgated
19	under sub. (8) (f).
20	(c) "Respite care" means care provided to a person with a disability in order to
21	provide temporary relief to the primary caregiver.
22	(d) "Respite facility" means a facility in which overnight respite care is provided
23	to up to 10 persons with like or similar disabilities who are at least 2 years of age and
24	in which day respite care may be provided to up to 10 additional persons with like
25	or similar disabilities who are at least 2 years of age.

- 1 (2) Departmental powers and duties. The department shall provide uniform, 2 statewide licensure, inspection, and regulation of respite facilities as specified in this 3 section.
 - (3) LICENSURE REQUIREMENTS. (a) No person may conduct, maintain, operate, or otherwise participate in conducting, maintaining, or operating a respite facility unless the respite facility is licensed by the department.
 - (b) The department shall issue a license if the department finds that the applicant is fit and qualified and that the respite facility meets the requirements of this section and the rules promulgated under this section.
 - (c) The department or the department's designated representative shall inspect or investigate a respite facility prior to issuance of a license for the respite facility and may inspect or investigate a respite facility as the department deems necessary, including a review of patient health care records of any individuals served by the respite facility, to determine if any person is in violation of this section.
 - (d) The past record of violations of applicable federal laws or regulations or of state statutes or rules of this or any other state, in the operation of any health-related organization, by an operator, managing employee, or direct or indirect owner of a respite facility or of an interest of a respite facility is relevant to the issue of the fitness of an applicant for a license. The department or the department's designated representative shall inspect and investigate as necessary to determine the conditions existing in each case under this paragraph and shall prepare and maintain a written report concerning the investigation and inspection.
 - (4) Use of Name or advertising prohibited. No entity that is not a respite facility licensed under this section or an applicant for a license under this section may designate itself as a "respite facility" or use the word "respite facility" to represent

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or tend to represent the entity as a respite facility or services provided by the entity 1 2 as services provided by a respite facility. (5) LICENSING PROCEDURE. (a) The application for a license shall: 3 4 1. Be in writing on a form provided by the department. 5 2. Contain such information as the department requires. 3. Include licensing fee payment, as specified in sub. (6). 6 7 (b) 1. A respite facility license is valid until suspended or revoked. 2. Each license shall be issued only for the applicant named in the application 8 9 and may not be transferred or assigned. 10 3. Any license granted under special limitations prescribed by the department 11 shall state the limitations. 12 (6) LICENSURE FEE. The annual fee for a licensed respite facility is \$18 per bed, 13 based on the number of licensed beds of the respite facility. 14 (7) SUSPENSION AND REVOCATION. (a) The department, after notice to the 15 applicant or licensee, may suspend or revoke a license in any case in which the 16 department finds that there has been a substantial failure to comply with the 17 requirements of this section or the rules promulgated under this section. No state 18 or federal funds passing through the state treasury may be paid to a respite facility 19 that does not have a valid license issued under this section. 20 (b) Notice under this subsection shall include a clear and concise statement of 21 the violations on which the revocation is based, the statute or rule violated and notice 22 of the opportunity for an evidentiary hearing under par. (c). 23 (c) If a respite facility desires to contest the revocation of a license, the respite

facility shall, within 10 days after receipt of notice under par. (b), notify the

department in writing of its request for a hearing under s. 227.44.

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- (d) 1. Subject to s. 227.51 (3), revocation shall become effective on the date set by the department in the notice of revocation, or upon final action after a hearing under ch. 227, or after court action if a stay is granted under ch. 227, whichever is later.
- 3. The department may extend the effective date of license revocation in any case in order to permit orderly removal and relocation of individuals served by the respite facility.
- (8) RULE-MAKING AUTHORITY. The department shall promulgate all of the following rules:
- (a) Standards for the care, treatment, health, safety, rights, and welfare of persons with like or similar disabilities who receive respite care care from a respite facility and the maintenance, general hygiene and operation of a respite facility, which will permit the use of advancing knowledge to promote safe and adequate care and treatment for these individuals. These standards shall permit persons with like or similar disabilities who receive day care from a respite facility to share dining facilities and day trips with persons with with like or similar disabilities who receive overnight care from a respite facility. The standards shall also allow provision of fire safety training by a local fire inspector or a fire department.
- (b) Inspection or investigation procedures that the department or the department's designated representative may use to assure the provision of care and treatment that is commensurate with the standards established under par. (a).
 - (c) Criteria for determining that the applicant for licensure is fit and qualified.
- (d) A procedure for waiver of and variance from standards under par. (a) or criteria under par. (c). The department may limit the duration of the waiver or variance.

- (e) A definition of "disability" for the purposes of this section.
- (f) A definition of "like or similar disabilities" for the purposes of this section.
- (9) RIGHT OF INJUNCTION. The department may, upon the advice of the attorney general, who shall represent the department in all proceedings under this section, institute an action in the name of the state in the circuit court for Dane County for injunctive relief or other process against any licensee, owner, operator, administrator or representative of any owner of a respite facility for the violation of any of the provisions of this section or rules promulgated under this section if the violation affects the health, safety, or welfare of persons with like or similar disabilities.
- (10) Forfeitures. (a) Any person who violates this subchapter or rules promulgated under this subchapter may be required to forfeit not more than \$100 for the first violation and may be required to forfeit not more than \$200 for the 2nd or any subsequent violation within a year. The period shall be measured using the dates of issuance of citations of the violations. Each day of violation constitutes a separate violation.
- (b) In determining whether a forfeiture is to be imposed and in fixing the amount of the forfeiture to be imposed, if any, for a violation, the following factors shall be considered:
- 1. The gravity of the violation, including the probability that death or serious physical or psychological harm to a person receiving respite care from a respite facility will result or has resulted; the severity of the actual or potential harm; and the extent to which the provisions of the applicable statutes or rules were violated.
- 2. Good faith exercised by the licensee. Indications of good faith include, but are not limited to, awareness of the applicable statutes and regulation and

reasonable diligence in complying with such requirements, prior accomplishments manifesting the licensee's desire to comply with the requirements, efforts to correct and any other mitigating factors in favor of the licensee.

- 3. Any previous violations committed by the licensee.
- 4. The financial benefit to the respite facility of committing or continuing the violation.
- (c) The department may directly assess forfeitures provided for under par. (a). If the department determines that a forfeiture should be assessed for a particular violation or for failure to correct the violation, the department shall send a notice of assessment to the respite facility. The notice shall specify the amount of the forfeiture assessed, the violation, and the statute or rule alleged to have been violated, and shall inform the licensee of the right to a hearing under par. (d).
- (d) A respite facility may contest an assessment of forfeiture, by sending, within 10 days after receipt of notice under par. (c), a written request for hearing under s. 227.44 to the division of hearings and appeals created under s. 15.103 (1). The administrator of the division may designate a hearing examiner to preside over the case and recommend a decision to the administrator under s. 227.46. The decision of the administrator of the division shall be the final administrative decision. The division shall commence the hearing within 30 days after receipt of the request for hearing and shall issue a final decision within 15 days after the close of the hearing. Proceedings before the division are governed by ch. 227. In any petition for judicial review of a decision by the division, the party, other than the petitioner, who was in the proceeding before the division shall be the named respondent.
- (e) All forfeitures shall be paid to the department within 10 days after receipt of notice of assessment or, if the forfeiture is contested under par. (d), within 10 days

after receipt of the final decision after exhaustion of administrative review, unless
the final decision is appealed and the order is stayed by court order under the same
terms and conditions as found in s. 50.03 (11). The department shall remit all
forfeitures paid to the state treasurer for deposit in the school fund.
(f) The attorney general may bring an action in the name of the state to collect
any forfeiture imposed under this section if the forfeiture has not been paid following
the exhaustion of all administrative and judicial reviews. The only issue to be
contested in any such action shall be whether the forfeiture has been paid.
b1417/2.2 Section 1900d. 50.90 (intro.) of the statutes is amended to read
50.90 Definitions. (intro.) In this subchapter section to s. 50.981:
b1417/2.2 Section 1900e. 50.91 of the statutes is amended to read:
50.91 Departmental powers and duties. The department shall provide
uniform, statewide licensing, inspection and regulation of hospices as specified in
this subchapter ss. 50.90 to 50.981.
b1417/2.2 Section 1900f. 50.92 (2) of the statutes is amended to read:
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50.92 (2) The department shall issue a license if the department finds that the applicant is fit and qualified and that the hospice meets the requirements of this subchapter ss. 50.90 to 50.981 and the rules promulgated under this subchapter ss. 50.90 to 50.981. *b1417/2.2* Section 1900g. 50.92 (3) of the statutes is amended to read:
50.92 (2) The department shall issue a license if the department finds that the applicant is fit and qualified and that the hospice meets the requirements of this subchapter ss. 50.90 to 50.981 and the rules promulgated under this subchapter ss. 50.90 to 50.981. *b1417/2.2* Section 1900g. 50.92 (3) of the statutes is amended to read: 50.92 (3) The department or the department's designated representative shall

of any individuals with terminal illness served by the hospice, to determine if any person is in violation of this subchapter ss. 50.90 to 50.981.

b1417/2.2 Section 1900h. 50.925 of the statutes is amended to read:

50.925 Use of name or advertising prohibited. No entity that is not a hospice licensed under this subchapter ss. 50.90 to 50.981 or an applicant for a license or a provisional license under this subchapter ss. 50.90 to 50.981 may designate itself as a "hospice" or use the word "hospice" to represent or tend to represent the entity as a hospice or services provided by the entity as services provided by a hospice.

b1417/2.2 Section 1900i. 50.93 (3) of the statutes is amended to read:

50.93 (3) Provisional License. If the applicant has not been previously licensed under this subchapter s. 50.92 or if the hospice is not in operation at the time that application is made, the department may issue a provisional license. Unless sooner suspended or revoked under sub. (4), a provisional license shall be valid for 24 months from the date of issuance. Within 30 days prior to the termination of a provisional license, the department shall fully and completely inspect the hospice and, if the hospice meets the applicable requirements for licensure, shall issue a regular license under sub. (2). If the department finds that the hospice does not meet the requirements for licensure, the department may not issue a regular license under sub. (2).

b1417/2.2 Section 1900j. 50.93 (4) (a) of the statutes is amended to read: 50.93 (4) (a) The department, after notice to the applicant or licensee, may suspend or revoke a license in any case in which the department finds that there has been a substantial failure to comply with the requirements of this subchapter ss. 50.90 to 50.981 or the rules promulgated under this subchapter ss. 50.90 to 50.981.