ASSEMBLY AMENDMENT 9, TO ASSEMBLY SUBSTITUTE AMENDMENT 1, TO 2005 ASSEMBLY BILL 100

June 21, 2005 – Offered by Representatives KREUSER and RICHARDS.

1	At the locations indicated, amend the substitute amendment as follows:
2	1. Page 17, line 5: after that line insert:
3	"SECTION 41u. 15.07 (2) (b) of the statutes is repealed.".
4	2. Page 17, line 6: after that line insert:
5	"SECTION 42s. 15.07 (2) (n) of the statutes is created to read:
6	15.07 (2) (n) The chairperson of the health care quality and patient safety board
7	shall be designated biennially by the governor.".
8	3. Page 17, line 12: after that line insert:
9	"SECTION 45c. 15.07 (3) (bm) 1. of the statutes is repealed.".
10	4. Page 17, line 23: after that line insert:
11	"SECTION 48f. 15.105 (13) of the statutes is created to read:

1	15.105 (13) Health care quality and patient safety board. (a) Creation;
2	membership. There is created a health care quality and patient safety board,
3	attached to the department of administration under s. 15.03, consisting of the
4	following members:
5	1. The secretary of health and family services, the secretary of employee trust
6	funds, and the secretary of administration or their designees.
7	2. One physician, as defined in s. 448.01 (5).
8	3. One representative of hospitals.
9	4. One employer purchaser of health care.
10	5. One representative of the insurance industry.
11	6. One representative of health maintenance organizations, as defined in s.
12	609.01 (2).
13	7. One member who shall represent the public interest.
14	(b) <i>Terms.</i> The board members specified in par. (a) 2. to 7. shall be appointed
15	for 4-year terms.".
16	5. Page 17, line 24: after that line insert:
17	"SECTION 52p. 15.195 (6) of the statutes is repealed.".
18	6. Page 18, line 22: after that line insert:
19	"SECTION 57g. 16.03 (3) of the statutes is amended to read:
20	16.03 (3) REPORT. The interagency coordinating council shall report at least
21	twice annually to the <u>health care quality and patient safety</u> board on health care
22	information in the department of health and family services administration,
23	concerning the council's activities under this section.".
24	7. Page 22, line 4: after that line insert:

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"SECTION 72sg. 16.526 (title) of the statutes is repealed and recreated to read:
 16.526 (title) Revenue obligation program to fund costs of the Medical
 Assistance program.

- 4 **SECTION 72sh.** 16.526 (1) of the statutes is amended to read: 5 16.526 (1) For purposes of subch. II of ch. 18, the purposes of obtaining proceeds 6 to pay the state's anticipated unfunded prior service liability under s. 40.05 (2) (b) 7 and of paying the state's unfunded prior service liability under s. 40.05 (2) (b) and the 8 state's unfunded liability under s. 40.05 (4) (b), (bc), and (bw) and subch. IX of ch. 40 9 fund costs of the Medical Assistance program is a special fund program, and the 10 excise tax fund is a special fund. The legislature finds and determines that the excise 11 tax fund is a segregated fund consisting of fees, penalties, or excise taxes and that 12 financing the special Medical Assistance program to pay the state's unfunded prior 13 service liability under s. 40.05 (2) (b) and the state's unfunded liability under s. 40.05 14 (4) (b), (bc), and (bw) and subch. IX of ch. 40 fund costs from the net proceeds of 15 revenue obligations issued under this section is appropriate and will serve a public 16 purpose by improving the quality of, and access of citizens of this state to, health care
- 17 <u>services</u>.

SECTION 72sj. 16.526 (2) of the statutes is amended to read:

19 16.526 (2) The net proceeds of revenue obligations issued under subch. II of ch.
20 18, as authorized under this section, shall be deposited in a fund in the state treasury,
21 or an account maintained by a trustee, created under s. 18.57 (1). The moneys shall
22 be applied for ancillary payments and for the provision of reserves, as determined
23 by the building commission, and for the payment of part or all of the state's unfunded
24 prior service liability under s. 40.05 (2) (b) and the state's unfunded liability under
25 s. 40.05 (4) (b), (bc), and (bw) and subch. IX of ch. 40, as determined by the

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department, costs of the Medical Assistance program, and any remainder shall be
 paid into <u>a retirement liability an excise tax revenue</u> obligation redemption fund
 created under 18.562 (3).

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SECTION 72sL. 16.526 (5) (b) of the statutes is amended to read:

5 16.526 (5) (b) Except as otherwise provided in this paragraph, the <u>secretary</u> 6 shall determine the requirements for funds to be obtained from revenue obligations 7 issued under this section to pay the state's anticipated unfunded prior service 8 liability under s. 40.05 (2) (b) and funds used for the payment of the state's unfunded 9 prior service liability under s. 40.05 (2) (b) and the state's unfunded liability under 10 s. 40.05 (4) (b), (bc), and (bw) and subch. IX of ch. 40, that are to be paid from revenue 11 obligations issued under this section, shall be determined by the secretary costs of 12 the Medical Assistance program. The sum amount of expenditures to be paid from 13 revenue obligations issued under this section and appropriation obligations issued 14 under s. 16.527, if any, excluding any appropriation revenue obligations that have 15 been defeased under a cash optimization program administered by the building 16 commission and any appropriation obligations issued pursuant to s. 16.527 (3) (b) 3., 17 shall not exceed \$1,500,000,000 \$130,000,000.

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SECTION 72sm. 16.526 (5) (c) of the statutes is created to read:

19 16.526 (5) (c) For the purpose of s. 18.58 (4), the department is carrying out
20 program responsibilities for which the revenue obligations are authorized under this
21 section.

22 **SECTION 72sp.** 16.527 (3) (b) 2. of the statutes is amended to read:

16.527 (3) (b) 2. The sum of appropriation obligations issued under this section,
excluding any obligations that have been defeased under a cash optimization
program administered by the building commission and any obligations issued

pursuant to subd. 3., and revenue obligations issued under s. 16.526, if any, may not
 exceed \$1,500,000,000.".

8. Page 164, line 16: increase the dollar amount for fiscal year 2005–06 by
\$2,163,700 and increase the dollar amount for fiscal year 2006–07 by \$2,187,800 to
increase funding for the purpose for which the appropriation is made.

9. Page 165, line 24: increase the dollar amount for fiscal year 2005–06 by
\$1,616,400 and increase the dollar amount for fiscal year 2006–07 by \$1,616,400 to
increase funding for the purpose for which the appropriation is made.

9 10. Page 166, line 16: increase the dollar amount for fiscal year 2005–06 by
10 \$816,600 and increase the dollar amount for fiscal year 2006–07 by \$406,300 to
11 increase funding for the purpose for which the appropriation is made.

12 **11.** Page 167, line 4: increase the dollar amount for fiscal year 2005–06 by \$250,000 and increase the dollar amount for fiscal year 2006–07 by \$250,000 to increase funding for coverage of wigs.

15 12. Page 167, line 4: increase the dollar amount for fiscal year 2005–06 by
\$381,600 and increase the dollar amount for fiscal year 2006–07 by \$384,700 to
increase funding for coverage of bariatric surgery.

13. Page 167, line 4: increase the dollar amount for fiscal year 2005–06 by
\$1,783,300 and increase the dollar amount for fiscal year 2006–07 by \$2,388,900 to
increase funding for home health, personal care, and private duty nursing services
under Medical Assistance.

14. Page 169, line 22: after that line insert:

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1 2	"(r)	Health care quality improvement fund; medical assistance	SEG	С	-0-	-0-
3	(C	-0-	-0-
	(rg)	Health care quality improvement				
4		fund; medical assistance pay-		G	0	0
5		ments	SEG	S	-0-	-0-
6	(rm)	Health care quality improvement	-			
7		fund; hospital supplemental pay-				
8		ments	SEG	Α	9,703,400	9,714,000".
9	1	15. Page 170, line 13: increase th	e dollar a	amoun	t for fiscal yea	r 2006–07 by
10	\$1,096	3,100 to increase funding for the pu	rposes for	r whicł	n the appropria	ation is made.
11	1	16. Page 205, line 7: delete lines 7	7 to 9.			
12	1	17. Page 207, line 20: after that li	ine inser	t:		
13	"(i)	Health care quality and patient				
14		safety board; gifts and grants	PR	С	-0-	-0-".
15	1	18. Page 208, line 19: after that li	ine inser	t:		
16	"(q)	Health care quality and patient				
17		safety board; general program				
18		operations	SEG	В	250,000	250,000
19	(qb)	Health care quality and patient				
20		safety board; grants or loans	SEG	С	10,000,000	-0-".
21	1	19. Page 289, line 21: after that li	ine inser	t:		

22 "SECTION **310g.** 20.435 (4) (b) of the statutes is amended to read:

1	20.435 (4) (b) Medical Assistance program benefits. Biennially, the amounts
2	in the schedule to provide a portion of the state share of Medical Assistance program
3	benefits administered under s. 49.45, to provide a portion of the Medical Assistance
4	program benefits administered under s. 49.45 that are not also provided under par.
5	(o), to fund the pilot project under s. 46.27 (9) and (10), to provide a portion of the
6	facility payments under 1999 Wisconsin Act 9, section 9123 (9m), to fund services
7	provided by resource centers under s. 46.283, and for services under the family care
8	benefit under s. 46.284 (5). Notwithstanding s. 20.002 (1), the department may
9	transfer from this appropriation account to the appropriation account under sub. (7)
10	(kb) funds in the amount of and for the purposes specified in s. 46.485.
11	Notwithstanding ss. 20.001 (3) (b) and 20.002 (1), the department may credit or
12	deposit into this appropriation account and may transfer between fiscal years funds
13	that it transfers from the appropriation account under sub. (7) (kb) for the purposes
14	specified in s. 46.485 (3r). Notwithstanding s. 20.002 (1), the department may
15	transfer from this appropriation account to the appropriation account under sub. (7)
16	(bd) funds in the amount and for the purposes specified in s. 49.45 (6v) (6L).".
17	20. Page 290, line 8: after that line insert:

18 **"SECTION 312r.** 20.435 (4) (gp) of the statutes is amended to read:

19 20.435 (4) (gp) Medical assistance; hospital assessments. All moneys received 20 under s. 146.99, to provide a portion of the state share of Medical Assistance program 21 benefits administered under s. 49.45, to provide a portion of Medical Assistance 22 program benefits administered under s. 49.45 that are not also provided under par. 23 (o), to fund the pilot project under s. 46.27 (9) and (10), to provide a portion of the facility payments under 1999 Wisconsin Act 9, section 9123 (9m), to fund services 24

1	provided by resource centers under s. 46.283, and for services under the family care
2	benefit under s. 46.284 (5). Notwithstanding s. 20.002 (1), the department may
3	transfer from this appropriation account to the appropriation account under sub. (7)
4	(kb) funds in the amount of and for the purposes specified in s. 46.485.
5	Notwithstanding ss. 20.001 (3) (b) and 20.002 (1), the department may credit or
6	deposit into this appropriation account and may transfer between fiscal years funds
7	that it transfers from the appropriation account under sub. (7) (kb) for the purposes
8	specified in s. 46.485 (3r). Notwithstanding s. 20.002 (1), the department may
9	transfer from this appropriation account to the appropriation account under sub. (7)
10	(bd) funds in the amount and for the purposes specified in s. 49.45 (6v) (6L).".
11	21. Page 290, line 9: delete that line and substitute:
12	"Section 313mg. 20.435 (4) (hg) of the statutes is renumbered 20.435 (1) (hg)
13	and amended to read:
14	20.435 (1) (hg) General program operations; health care information. The
15	amounts in the schedule to fund the activities of the department of health and family
16	services and the board on health care information under ch. 153. The contract fees
17	paid under s. 153.05 (6m) and assessments paid under s. 153.60 <u>, less \$250,000 in</u>
18	assessments paid in each fiscal year, shall be credited to this appropriation account.".
19	22. Page 291, line 6: after that line insert:
20	"SECTION 317h. 20.435 (4) (r) of the statutes is created to read:
21	20.435 (4) (r) Health care quality improvement fund; Medical Assistance. From
22	the health care quality improvement fund, as a continuing appropriation, the
23	amounts in the schedule to provide a portion of the state share of Medical Assistance
24	program benefits administered under s. 49.45, to provide a portion of the Medical

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Assistance program benefits administered under s. 49.45 that are not also provided under par. (o), to fund the pilot project under s. 46.27 (9) and (10), to provide a portion of the facility payments under 1999 Wisconsin Act 9, section 9123 (9m), to fund services provided by resource centers under s. 46.283, and for services under the family care benefit under s. 46.284 (5).

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SECTION 317k. 20.435 (4) (rg) of the statutes is created to read:

7 20.435 (4) (rg) Health care quality improvement fund; Medical Assistance 8 *payments.* From the health care quality improvement fund, a sum sufficient equal 9 to the amounts transferred under s. 16.518 (4), to provide a portion of the state share 10 of Medical Assistance program benefits administered under s. 49.45, to provide a 11 portion of the Medical Assistance program benefits administered under s. 49.45 that 12 are not also provided under par. (o), to fund the pilot project under s. 46.27 (9) and 13 (10), to provide a portion of the facility payments under 1999 Wisconsin Act 9, section 14 9123 (9m), to fund services provided by resource centers under s. 46.283, and for 15 services under the family care benefit under s. 46.284 (5).

- SECTION 317m. 20.435 (4) (rg) of the statutes, as created by 2005 Wisconsin Act
 (this act), is repealed.
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SECTION 317p. 20.435 (4) (rm) of the statutes is created to read:

20.435 (4) (rm) *Health care quality improvement fund; hospital supplemental payments.* From the health care quality improvement fund, the amounts in the
schedule to provide payments for direct graduate medical education, a major
managed care supplement, a pediatric services supplement, rural hospital
supplements under s. 49.45 (5m) (am), and an essential access city hospital under
s. 49.45 (6x) (a).".

1	23. Page 291, line 21: after that line insert:
2	"Section 322g. 20.435 (5) (ab) of the statutes, as affected by 2005 Wisconsin
3	Act (this act), is amended to read:
4	20.435 (5) (ab) Child abuse and neglect prevention <u>and universal home</u>
5	visitation grants. The amounts in the schedule for child abuse and neglect
6	prevention grants under s. 46.515 <u>and for universal home visitation grants under s.</u>
7	<u>46.516</u> .".
8	24. Page 294, line 10: after that line insert:
9	"SECTION 330d. 20.435 (7) (bd) of the statutes is amended to read:
10	20.435 (7) (bd) Community options program; pilot projects; family care benefit.
11	The amounts in the schedule for assessments, case planning, services,
12	administration and risk reserve escrow accounts under s. 46.27, for pilot projects
13	under s. 46.271 (1), to fund services provided by resource centers under s. 46.283 (5),
14	for services under the family care benefit under s. 46.284 (5) and for the payment of
15	premiums under s. 49.472 (5). If the department transfers funds to this
16	appropriation $\underline{account}$ from the appropriation account under sub. (4) (b), the
17	amounts in the schedule for the fiscal year for which the transfer is made are
18	increased by the amount of the transfer for the purposes specified in s. 49.45 (6v) (6L).
19	Notwithstanding ss. 20.001 (3) (a) and 20.002 (1), the department may under this
20	paragraph transfer moneys between fiscal years. Except for moneys authorized for
21	transfer under this appropriation <u>account</u> or under s. 46.27 (7) (fm) or (g), all moneys
22	under this appropriation <u>account</u> that are allocated under s. 46.27 and are not spent
23	or encumbered by counties or by the department by December 31 of each year shall

lapse to the general fund on the succeeding January 1 unless transferred to the next
 calendar year by the joint committee on finance.".

3 **25.** Page 309, line 9: after that line insert: 4 **"SECTION 397c.** 20.505 (1) (sd) of the statutes is amended to read: 5 20.505 (1) (sd) Revenue obligation proceeds to pay the state's unfunded liability 6 under the Wisconsin Retirement System fund costs of the Medical Assistance 7 *program.* As a continuing appropriation, all proceeds from revenue obligations that 8 are issued under subch. II of ch. 18, as authorized under s. 16.526, and deposited in 9 a fund in the state treasury, or in an account maintained by a trustee, created under s. 18.57 (1), as authorized under s. 16.526 (2), to pay part or all of the state's unfunded 10 11 prior service liability under s. 40.05 (2) (b) and the state's unfunded liability under 12 s. 40.05 (4) (b), (bc), and (bw) and subch. IX of ch. 40, as determined by the 13 department of administration be transferred to the health care quality improvement 14 fund, and to provide for reserves and to make ancillary payments, as determined by 15 the building commission, and the remainder to be transferred to <u>a retirement</u> 16 liability an excise tax revenue obligation redemption fund created under s. 18.562 17 (3). Estimated disbursements under this paragraph shall not be included in the 18 schedule under s. 20.005. 19 **SECTION 397h.** 20.505 (1) (sh) of the statutes is amended to read:

20 20.505 (1) (sh) *Excise tax fund* — *revenue obligation repayment.* From the 21 excise tax fund, a sum sufficient to pay <u>a retirement liability an excise tax revenue</u> 22 <u>obligation redemption fund created under s. 18.562 (3) the amount needed to pay the</u> 23 principal of and premium, if any, and interest on revenue obligations issued under 24 subch. II of ch. 18, as authorized under s. 16.526, and to make ancillary payments

authorized by the authorizing resolution for the revenue obligations. Estimated
 disbursements under this paragraph shall not be included in the schedule under s.
 20.005.

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SECTION 397p. 20.505 (1) (sm) of the statutes is amended to read:
20.505 (1) (sm) Excise tax fund — provision of reserves and payment of ancillary *costs relating to revenue obligations.* From the excise tax fund, a sum sufficient to
provide for reserves and for ancillary payments relating to revenue obligations
issued under subch. II of ch. 18, as authorized under s. 16.526 and the resolution
authorizing the revenue obligations. Estimated disbursements under this
paragraph shall not be included in the schedule under s. 20.005.

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SECTION 397t. 20.505 (1) (sp) of the statutes is amended to read:

12 20.505 (1) (sp) Revenue obligation debt service. From a retirement liability an 13 excise tax revenue obligation redemption fund created under s. 18.562 (3), all moneys 14 received by the fund for the payment of principal of and premium, if any, and interest 15 on revenue obligations issued under subch. II of ch. 18, as authorized under s. 16.526, 16 and for ancillary payments authorized by the authorizing resolution for the revenue 17 obligations. All moneys received by the fund are irrevocably appropriated in 18 accordance with subch. II of ch. 18 and further established in resolutions authorizing 19 the issuance of the revenue obligations under. s. 16.526 and setting forth the 20 distribution of funds to be received thereafter. Estimated disbursements under this 21 paragraph shall not be included in the schedule under s. 20.005.".

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26. Page 309, line 11: after that line insert:

23 **"SECTION 402j.** 20.505 (4) (i) of the statutes is created to read:

1	20.505 (4) (i) Health care quality and patient safety board; gifts and grants. All
2	money received from gifts, grants, bequests, and devises to the health care quality
3	and patient safety board, for the purposes for which made.".
4	27. Page 309, line 25: after that line insert:
5	"SECTION 409j. 20.505 (4) (q) of the statutes is created to read:
6	20.505 (4) (q) Health care quality and patient safety board; general program
7	operations. Biennially, from the health care quality improvement fund, the amounts
8	in the schedule for general program operations of the health care quality and patient
9	safety board.
10	SECTION 409L. 20.505 (4) (qb) of the statutes is created to read:
11	20.505 (4) (qb) Health care quality and patient safety board; grants or loans.
12	As a continuing appropriation, from the health care quality improvement fund, the
13	amounts in the schedule for grants or loans under s. 153.076.".
14	28. Page 349, line 20: after that line insert:
15	"SECTION 521r. 25.17 (1) (gd) of the statutes is created to read:
16	25.17 (1) (gd) Health care quality improvement fund (s. 25.775);".
17	29. Page 355, line 12: after that line insert:
18	"SECTION 538m. 25.775 of the statutes is created to read:
19	25.775 Health care quality improvement fund. There is created a
20	separate nonlapsible trust fund designated as the health care quality improvement
21	fund, consisting of all of the following:
22	(1) All moneys transferred under 2005 Wisconsin Act (this act), section 9225
23	(1).
24	(2) All moneys received from s. 20.505 (1) (sd).

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1	(3) In each fiscal year, \$250,000 of the assessments paid under s. 153.60.
2	(4) Repayment of any loans made under s. 153.076 (2).
3	(5) All moneys transferred under s. 16.518 (4).
4	SECTION 538n. 25.775 (1) of the statutes, as created by 2005 Wisconsin Act
5	(this act), is repealed.
6	SECTION 538p. 25.775 (5) of the statutes, as created by 2005 Wisconsin Act
7	(this act), is repealed.".
8	30. Page 439, line 21: after that line insert:
9	"SECTION 857h. 46.27 (9) (a) of the statutes is amended to read:
10	46.27 (9) (a) The department may select up to 5 counties that volunteer to
11	participate in a pilot project under which they will receive certain funds allocated for
12	long-term care. The department shall allocate a level of funds to these counties
13	equal to the amount that would otherwise be paid under s. 20.435 (4) (b), (gp), <u>(r), (rg)</u> ,
14	or (w) to nursing homes for providing care because of increased utilization of nursing
15	home services, as estimated by the department. In estimating these levels, the
16	department shall exclude any increased utilization of services provided by state
17	centers for the developmentally disabled. The department shall calculate these
18	amounts on a calendar year basis under sub. (10).
19	SECTION 8571. 46.27 (9) (a) of the statutes, as affected by 2005 Wisconsin Act
20	(this act), is amended to read:
21	46.27 (9) (a) The department may select up to 5 counties that volunteer to
22	participate in a pilot project under which they will receive certain funds allocated for
23	long-term care. The department shall allocate a level of funds to these counties
24	equal to the amount that would otherwise be paid under s. 20.435 (4) (b), (gp), (r), (rg),

or (w) to nursing homes for providing care because of increased utilization of nursing
home services, as estimated by the department. In estimating these levels, the
department shall exclude any increased utilization of services provided by state
centers for the developmentally disabled. The department shall calculate these
amounts on a calendar year basis under sub. (10).

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SECTION 857m. 46.27 (10) (a) 1. of the statutes is amended to read:

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

SECTION 857n. 46.27 (10) (a) 1. of the statutes, as affected by 2005 Wisconsin
Act (this act), is amended to read:

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

21 **31.** Page 439, line 22: after that line insert:

22 **"SECTION 862x.** 46.275 (5) (a) of the statutes is amended to read:

46.275 (5) (a) Medical Assistance reimbursement for services a county, or the
department under sub. (3r), provides under this program is available from the

appropriation accounts under s. 20.435 (4) (b), (gp), (o), (r), (rg), and (w). If 2 or more
counties jointly contract to provide services under this program and the department
approves the contract, Medical Assistance reimbursement is also available for
services provided jointly by these counties.

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5 "SECTION 862y. 46.275 (5) (a) of the statutes, as affected by 2005 Wisconsin Act
6 (this act), is amended to read:

7 46.275 (5) (a) Medical Assistance reimbursement for services a county, or the 8 department under sub. (3r), provides under this program is available from the 9 appropriation accounts under s. 20.435 (4) (b), (gp), (o), (r), (rg), and (w). If 2 or more 10 counties jointly contract to provide services under this program and the department 11 approves the contract, Medical Assistance reimbursement is also available for 12 services provided jointly by these counties.".

13 **32.** Page 440, line 2: after that line insert:

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"SECTION 865p. 46.275 (5) (c) of the statutes is amended to read:

15 46.275 (5) (c) The total allocation under s. 20.435 (4) (b), (gp), (o), (r), (rg), and 16 (w) to counties and to the department under sub. (3r) for services provided under this 17 section may not exceed the amount approved by the federal department of health and 18 human services. A county may use funds received under this section only to provide 19 services to persons who meet the requirements under sub. (4) and may not use 19 unexpended funds received under this section to serve other developmentally 20 disabled persons residing in the county.

SECTION 865q. 46.275 (5) (c) of the statutes, as affected by 2005 Wisconsin Act
.... (this act), is amended to read:

1	46.275 (5) (c) The total allocation under s. 20.435 (4) (b), (gp), (o), (r), (rg), and
2	(w) to counties and to the department under sub. (3r) for services provided under this
3	section may not exceed the amount approved by the federal department of health and
4	human services. A county may use funds received under this section only to provide
5	services to persons who meet the requirements under sub. (4) and may not use
6	unexpended funds received under this section to serve other developmentally
7	disabled persons residing in the county.".
8	33. Page 440, line 8: delete " <u>who has resided in a nursing</u> ".
9	34. Page 440, line 9: delete " <u>home for at least 100 consecutive days</u> ".
10	35. Page 440, line 16: after that line insert:
11	"SECTION 870g. 46.278 (6) (d) of the statutes is amended to read:
12	46.278 (6) (d) If a county makes available nonfederal funds equal to the state
13	share of service costs under a waiver received under sub. (3), the department may,
14	from the appropriation under s. 20.435 (4) (o), provide reimbursement for services
15	that the county provides under this section to persons who are in addition to those
16	who may be served under this section with funds from the appropriation under s.
17	20.435 (4) (b) <u>, (r), (rg),</u> or (w).
18	SECTION 870h. 46.278 (6) (d) of the statutes, as affected by 2005 Wisconsin Act
19	(this act), is amended to read:
20	46.278 (6) (d) If a county makes available nonfederal funds equal to the state
21	share of service costs under a waiver received under sub. (3), the department may,
22	from the appropriation under s. 20.435 (4) (o), provide reimbursement for services
23	that the county provides under this section to persons who are in addition to those

who may be served under this section with funds from the appropriation under s.
 20.435 (4) (b), (r), (rg), or (w).".

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3	36. Page 444, line 18: after that line insert:
4	"SECTION 873s. 46.283 (5) of the statutes is amended to read:
5	46.283 (5) FUNDING. From the appropriation accounts under s. 20.435 (4) (b),
6	(bm), (gp), (pa), (r), (rg), and (w) and (7) (b), (bd), and (md), the department may
7	contract with organizations that meet standards under sub. (3) for performance of
8	the duties under sub. (4) and shall distribute funds for services provided by resource
9	centers.
10	SECTION 873t. 46.283 (5) of the statutes, as affected by 2005 Wisconsin Act
11	(this act), is amended to read:
12	46.283 (5) FUNDING. From the appropriation accounts under s. 20.435 (4) (b),
13	(bm), (gp), (pa), (r), (rg), and (w) and (7) (b), (bd), and (md), the department may
14	contract with organizations that meet standards under sub. (3) for performance of
15	the duties under sub. (4) and shall distribute funds for services provided by resource
16	centers.
17	SECTION 873u. 46.284 (5) (a) of the statutes is amended to read:
18	46.284 (5) (a) From the appropriation accounts under s. 20.435 (4) (b), (g), (gp),
19	(im), (o), (r), (rg), and (w) and (7) (b) and (bd), the department shall provide funding
20	on a capitated payment basis for the provision of services under this section.
21	Notwithstanding s. 46.036 (3) and (5m), a care management organization that is
22	under contract with the department may expend the funds, consistent with this
23	section, including providing payment, on a capitated basis, to providers of services
24	under the family care benefit.

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1	SECTION 873v. 46.284 (5) (a) of the statutes, as affected by 2005 Wisconsin Act
2	(this act), is amended to read:
~ 3	
	46.284 (5) (a) From the appropriation accounts under s. 20.435 (4) (b), (g), (gp),
4	(im), (o), (r), (rg), and (w) and (7) (b) and (bd), the department shall provide funding
5	on a capitated payment basis for the provision of services under this section.
6	Notwithstanding s. 46.036 (3) and (5m), a care management organization that is
7	under contract with the department may expend the funds, consistent with this
8	section, including providing payment, on a capitated basis, to providers of services
9	under the family care benefit.".
10	37. Page 447, line 22: after that line insert:
11	"SECTION 887g. 46.515 (1) (i) of the statutes is repealed.
12	SECTION 888g. 46.515 (1) (j) of the statutes is repealed.".
13	38. Page 448, line 16: after that line insert:
14	"SECTION 890g. 46.515 (2) of the statutes, as affected by 2005 Wisconsin Act
15	(this act), is amended to read:
16	46.515 (2) FUNDS PROVIDED. If a county or Indian tribe applies and is selected
17	by the department under sub. (5) to participate in the program under this section,
18	the department shall award, from the appropriation under s. 20.435 (5) (ab), a grant
19	annually to be used only for the purposes specified in sub. (4) (a) and (am). The
20	minimum amount of a grant is \$10,000. The department shall determine the amount
21	of a grant awarded to a county , other than a county with a population of 500,000 or
22	more, or Indian tribe in excess of the minimum amount based on the number of births
23	that are funded by medical assistance under subch. IV of ch. 49 in that county or the
24	reservation of that Indian tribe in proportion to the number of births that are funded

1	by medical assistance under subch. IV of ch. 49 in all of the counties and the
2	reservations of all of the Indian tribes to which grants are awarded under this
3	section. The department shall determine the amount of a grant awarded to a county
4	with a population of 500,000 or more in excess of the minimum amount based on 60%
5	of the number of births that are funded by medical assistance under subch. IV of ch.
6	49 in that county in proportion to the number of births that are funded by medical
7	assistance under subch. IV of ch. 49 in all of the counties and the reservations of all
8	of the Indian tribes to which grants are awarded under this section.
9	SECTION 891g. 46.515 (3) (title) of the statutes is repealed.
10	SECTION 892g. 46.515 (3) (a) of the statutes is repealed.
11	SECTION 893g. 46.515 (3) (b) of the statutes is renumbered 46.515 (3) and
12	amended to read:
13	46.515 (3) JOINT APPLICATION PERMITTED. Two or more counties and Indian tribes
14	may submit a joint application to the department. Each county or Indian tribe in a
15	joint application shall be counted as a separate county or Indian tribe for the purpose
16	of limiting the number of counties and Indian tribes selected in each state fiscal
17	biennium.
18	SECTION 894g. 46.516 of the statutes is created to read:
19	46.516 Universal home visitation services. (1) DEFINITIONS. In this
20	section:
21	(a) "County department" means a county department of human services or
22	social services under s. 46.215, 46.22, or 46.23.
23	(b) "Indian tribe" means a federally recognized American Indian tribe or band
24	in this state.
25	(c) "Local health department" has the meaning given in s. 250.01 (4).

1 (d) "Local partnership" means any combination of 2 or more county 2 departments, local health departments, Indian tribes, and private nonprofit 3 agencies that have agreed to implement jointly a program of universal home 4 visitation services under this section.

5

(e) "Organization" means a county department, local health department, Indian tribe, private nonprofit agency, or local partnership.

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(f) "Private nonprofit agency" means a nonstock corporation organized under ch. 181 that is a nonprofit corporation, as defined in s. 181.0103 (17).

9 (2) AWARDING OF GRANTS. From the appropriation account under s. 20.435 (5) 10 (ab), the department shall award grants to applying organizations for the provision 11 of the home visitation services specified in sub. (3) (a). The department shall 12 determine the amount of a grant awarded to an organization based on the number 13 of first-time births in the community served by the organization. The department 14 shall provide competitive application procedures for selecting organizations to 15 receive grants under this subsection and shall establish a method for ranking 16 applicants based on the quality of their applications. The department shall require 17 a grant recipient to provide matching funds or in-kind contributions as determined 18 by the department and shall ensure that a grant recipient does not use any grant 19 moneys awarded to supplant any other moneys used by the grant recipient at the 20 time of the awarding of the grant to provide home visitation services.

(3) PURPOSES OF GRANTS. (a) Universal home visitation services. An
organization that receives a grant under sub. (2) shall use the grant moneys awarded
to provide a one-time visit to all first-time parents in the community served by the
organization for the purposes of providing those parents with basic information
regarding infant health and nutrition, the care, safety, and development of infants,

and emergency services for infants; identifying the needs of those parents; and providing those parents with referrals to programs, services, and other resources that may meet those needs. An organization may visit a first-time parent only if the parent or, if the parent is a child, his or her parent, guardian, or legal custodian consents to the visit. No person who is required or permitted to report suspected or threatened abuse or neglect under s. 48.981 (2) may make or threaten to make such a report based on a refusal of a person to receive a home visit under this paragraph.

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8 (b) *Start-up costs and capacity building.* In the first year in which a grant 9 under sub. (2) is awarded to an organization, the organization may use a portion of 10 the grant to pay for start-up costs and capacity building related to the provision of 11 home visitation services by the organization. The department shall determine the 12 maximum amount of a grant that an organization may use to pay for those start-up 13 costs and that capacity building.

14 (4) CONFIDENTIALITY. (a) *Nondisclosure of information; exceptions.* No person 15 may use or disclose any information concerning an individual who is offered home 16 visitation services under sub. (3) (a), including an individual who declines to receive 17 those services, or concerning an individual who is provided with a referral under sub. 18 (3) (a), including an individual who declines the referral, unless disclosure of the 19 information is required or permitted under s. 48.981 (2), the use or disclosure of the 20 information is connected to the administration of the program under this section, or 21 the individual has given his or her written informed consent to the use or disclosure 22 of the information.

(b) *Explanation of confidentiality requirements.* An organization that receives
a grant under sub. (2) shall provide or shall designate an individual or entity to
provide an explanation of the confidentiality requirements under par. (a) to each

individual who is offered home visitation services under sub. (3) (a) by the
 organization.

3 (5) NOTIFICATION OF PARENT PRIOR TO MAKING ABUSE OR NEGLECT REPORT. If a 4 person who is providing home visitation services under sub. (3) (a) determines that 5 he or she is required or permitted to make a report under s. 48.981 (2) about a child 6 in a family to which the person is providing those services, the person shall, prior to 7 making the report under s. 48.981 (2), make a reasonable effort to notify the child's 8 parent that a report under s. 48.981 (2) will be made and to encourage the parent to 9 contact a county department under s. 46.22 or 46.23 or, in a county having a 10 population of 500,000 or more, the department to request assistance. The 11 notification requirements under this subsection do not affect the reporting 12 requirements under s. 48.981 (2).

(6) INFORMATIONAL MATERIALS. Any informational materials about the home
visitation services provided under sub. (3) (a) that are distributed to a person who
is offered or who is receiving those services shall state the sources of funding for the
services.".

17 **39.** Page 495, line 5: after that line insert:

18 "SECTION 1120r. 49.45 (2) (a) 17. of the statutes is amended to read:

49.45 (2) (a) 17. Notify the governor, the joint committee on legislative
organization, the joint committee on finance, and appropriate standing committees,
as determined by the presiding officer of each house, if the appropriation accounts
under s. 20.435 (4) (b) and, (gp), (r), and (rg) are insufficient to provide the state share
of medical assistance.

SECTION 1120s. 49.45 (2) (a) 17. of the statutes, as affected by 2005 Wisconsin
 Act (this act), is amended to read:

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- 49.45 (2) (a) 17. Notify the governor, the joint committee on legislative
 organization, the joint committee on finance and appropriate standing committees,
 as determined by the presiding officer of each house, if the appropriation accounts
 under s. 20.435 (4) (b), (gp), and (r), and (rg) are insufficient to provide the state share
 of medical assistance.".
- **40.** Page 495, line 11: after that line insert:

9 **"SECTION 1124p.** 49.45 (5m) (am) of the statutes is amended to read:

10 49.45 (5m) (am) Notwithstanding sub. (3) (e), from the appropriation accounts 11 under s. 20.435 (4) (b), (gp), (o), and (w) (rm), the department shall distribute not 12 more than \$2,256,000 in each fiscal year, to provide supplemental funds to rural 13 hospitals that, as determined by the department, have high utilization of inpatient 14 services by patients whose care is provided from governmental sources, and to 15 provide supplemental funds to critical access hospitals, except that the department 16 may not distribute funds to a rural hospital or to a critical access hospital to the 17 extent that the distribution would exceed any limitation under 42 USC 1396b (i) (3).".

18

41. Page 495, line 16: after that line insert:

19 "SECTION 1125x. 49.45 (6m) (ag) (intro.) of the statutes is amended to read:

49.45 (6m) (ag) (intro.) Payment for care provided in a facility under this subsection made under s. 20.435 (4) (b), (gp), (pa), (o), (r), (rg), (w), or (wm) shall, except as provided in pars. (bg), (bm), and (br), be determined according to a prospective payment system updated annually by the department. The payment system shall implement standards that are necessary and proper for providing

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1 patient care and that meet quality and safety standards established under subch. II 2 of ch. 50 and ch. 150. The payment system shall reflect all of the following: 3 **SECTION 1125y.** 49.45 (6m) (ag) (intro.) of the statutes is amended to read: 4 49.45 (6m) (ag) (intro.) Payment for care provided in a facility under this 5 subsection made under s. 20.435 (4) (b), (gp), (pa), (o), (r), (rg), (w), or (wm) shall, 6 except as provided in pars. (bg), (bm), and (br), be determined according to a 7 prospective payment system updated annually by the department. The payment 8 system shall implement standards that are necessary and proper for providing 9 patient care and that meet quality and safety standards established under subch. II 10 of ch. 50 and ch. 150. The payment system shall reflect all of the following:". **42.** Page 496, line 14: after that line insert: 11 12 "SECTION 1133g. 49.45 (6L) (b) of the statutes, as affected by 2005 Wisconsin 13 Act (this act), is amended to read: 14 49.45 (6L) (b) The department shall, each year, submit to the joint committee 15 on finance a report for the previous fiscal year, except for the 1997–98 fiscal year, that 16 provides information on the utilization of beds by recipients of medical assistance in 17 facilities and a discussion and detailed projection of the likely balances, 18 expenditures, encumbrances and carry over of currently appropriated amounts in 19 the appropriation accounts under s. 20.435 (4) (b), (gp), (o), and (r), and (rg). 20 **SECTION 1133gd.** 49.45 (6ur) of the statutes is created to read: 21 49.45 (6ur) Physician order entry record system; incentive payments. From 22 the appropriation accounts under s. 20.435 (4) (b) and (o), the department shall

annually make an incentive payment to each hospital that establishes, by January
1, 2009, and thereafter continues to maintain a physician order entry record system

1	for provided medical services that, at a minimum, include pharmacy, laboratory,
2	ultrasonography, and radiology services. The incentive payment shall equal 1% of
3	the Medical Assistance reimbursement to the hospital for the previous fiscal year.
4	SECTION 1133j. 49.45 (6v) of the statutes, as affected by 2005 Wisconsin Act
5	(this act), is renumbered 49.45 (6L).".
6	SECTION 1133k. 49.45 (6v) (b) of the statutes is amended to read:
7	49.45 (6v) (b) The department shall, each year, submit to the joint committee
8	on finance a report for the previous fiscal year , except for the 1997–98 fiscal year, that
9	provides information on the utilization of beds by recipients of medical assistance in
10	facilities and a discussion and detailed projection of the likely balances,
11	expenditures, encumbrances, and carry over of currently appropriated amounts in
12	the appropriation accounts under s. 20.435 (4) (b), (gp), and (o) <u>, (r), and (rg)</u> .".
13	43. Page 496, line 17: delete lines 17 to 23 and substitute:
13 14	43. Page 496, line 17: delete lines 17 to 23 and substitute: *SECTION 1135dm. 49.45 (6x) (a) of the statutes is amended to read:
14	"SECTION 1135dm. 49.45 (6x) (a) of the statutes is amended to read:
14 15	"SECTION 1135dm. 49.45 (6x) (a) of the statutes is amended to read: 49.45 (6x) (a) Notwithstanding sub. (3) (e), from the appropriation accounts
14 15 16	 SECTION 1135dm. 49.45 (6x) (a) of the statutes is amended to read: 49.45 (6x) (a) Notwithstanding sub. (3) (e), from the appropriation accounts under s. 20.435 (4) (b), (gp), (o), and (w) (rm), the department shall distribute not
14 15 16 17	 "SECTION 1135dm. 49.45 (6x) (a) of the statutes is amended to read: 49.45 (6x) (a) Notwithstanding sub. (3) (e), from the appropriation accounts under s. 20.435 (4) (b), (gp), (o), and (w) (rm), the department shall distribute not more than \$4,748,000 \$6,248,000 in each fiscal year, to provide funds to an essential
14 15 16 17 18	 "SECTION 1135dm. 49.45 (6x) (a) of the statutes is amended to read: 49.45 (6x) (a) Notwithstanding sub. (3) (e), from the appropriation accounts under s. 20.435 (4) (b), (gp), (o), and (w) (rm), the department shall distribute not more than \$4,748,000 \$6,248,000 in each fiscal year, to provide funds to an essential access city hospital hospitals, except that the department may not allocate funds to
14 15 16 17 18 19	 "SECTION 1135dm. 49.45 (6x) (a) of the statutes is amended to read: 49.45 (6x) (a) Notwithstanding sub. (3) (e), from the appropriation accounts under s. 20.435 (4) (b), (gp), (o), and (w) (rm), the department shall distribute not more than \$4,748,000 \$6,248,000 in each fiscal year, to provide funds to an essential access city hospital hospitals, except that the department may not allocate funds to an essential access city hospital to the extent that the allocation would exceed any
14 15 16 17 18 19 20	"SECTION 1135dm. 49.45 (6x) (a) of the statutes is amended to read: 49.45 (6x) (a) Notwithstanding sub. (3) (e), from the appropriation accounts under s. 20.435 (4) (b), (gp), (o), and (w) (<u>rm</u>), the department shall distribute not more than \$4,748,000 \$6,248,000 in each fiscal year, to provide funds to an essential access city hospital hospitals, except that the department may not allocate funds to an essential access city hospital to the extent that the allocation would exceed any limitation under 42 USC 1396b (i) (3).".
14 15 16 17 18 19 20 21	 "SECTION 1135dm. 49.45 (6x) (a) of the statutes is amended to read: 49.45 (6x) (a) Notwithstanding sub. (3) (e), from the appropriation accounts under s. 20.435 (4) (b), (gp), (o), and (w) (<u>rm</u>), the department shall distribute not more than \$4,748,000 <u>\$6,248,000</u> in each fiscal year, to provide funds to an essential access city hospital <u>hospitals</u>, except that the department may not allocate funds to an essential access city hospital to the extent that the allocation would exceed any limitation under 42 USC 1396b (i) (3).". 44. Page 497, line 9: after that line insert:
14 15 16 17 18 19 20 21 21 22	 "SECTION 1135dm. 49.45 (6x) (a) of the statutes is amended to read: 49.45 (6x) (a) Notwithstanding sub. (3) (e), from the appropriation accounts under s. 20.435 (4) (b), (gp), (o), and (w) (rm), the department shall distribute not more than \$4,748,000 \$6,248,000 in each fiscal year, to provide funds to an essential access city hospital hospitals, except that the department may not allocate funds to an essential access city hospital to the extent that the allocation would exceed any limitation under 42 USC 1396b (i) (3).". 44. Page 497, line 9: after that line insert: "SECTION 1135p. 49.45 (6y) (a) of the statutes is amended to read:

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1 funding in each fiscal year to provide supplemental payment to hospitals that enter 2 into a contract under s. 49.02 (2) to provide health care services funded by a relief 3 block grant, as determined by the department, for hospital services that are not in 4 excess of the hospitals' customary charges for the services, as limited under 42 USC 5 1396b (i) (3). If no relief block grant is awarded under this chapter or if the allocation 6 of funds to such hospitals would exceed any limitation under 42 USC 1396b (i) (3), 7 the department may distribute funds to hospitals that have not entered into a 8 contract under s. 49.02 (2). 9 **SECTION 1135g.** 49.45 (6y) (a) of the statutes, as affected by 2005 Wisconsin Act 10 (this act), is amended to read: 11 49.45 (6y) (a) Notwithstanding sub. (3) (e), from the appropriation accounts 12 under s. 20.435 (4) (b), (gp), (o), (r), (rg), and (w), the department shall distribute 13 funding in each fiscal year to provide supplemental payment to hospitals that enter

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

21

SECTION 1135r. 49.45 (6y) (am) of the statutes is amended to read:

49.45 (6y) (am) Notwithstanding sub. (3) (e), from the appropriation accounts
under s. 20.435 (4) (b), (h), (gp), (o), (r), (rg), and (w), the department shall distribute
funding in each fiscal year to provide supplemental payments to hospitals that enter
into contracts under s. 49.02 (2) with a county having a population of 500,000 or more

1 to provide health care services funded by a relief block grant, as determined by the 2 department, for hospital services that are not in excess of the hospitals' customary 3 charges for the services, as limited under 42 USC 1396b (i) (3). 4 **SECTION 1135s.** 49.45 (6y) (am) of the statutes, as affected by 2005 Wisconsin 5 Act (this act), is amended to read: 6 49.45 (6y) (am) Notwithstanding sub. (3) (e), from the appropriation accounts 7 under s. 20.435 (4) (b), (h), (gp), (o), (r), (rg), and (w), the department shall distribute 8 funding in each fiscal year to provide supplemental payments to hospitals that enter 9 into contracts under s. 49.02 (2) with a county having a population of 500,000 or more 10 to provide health care services funded by a relief block grant, as determined by the 11 department, for hospital services that are not in excess of the hospitals' customary 12 charges for the services, as limited under 42 USC 1396b (i) (3). 13 **SECTION 1135t.** 49.45 (6z) (a) (intro.) of the statutes is amended to read: 14 49.45 (6z) (a) (intro.) Notwithstanding sub. (3) (e), from the appropriation 15 accounts under s. 20.435 (4) (b), (gp), (o), (r), (rg), and (w), the department shall 16 distribute funding in each fiscal year to supplement payment for services to hospitals 17 that enter into a contract under s. 49.02 (2) to provide health care services funded 18 by a relief block grant under this chapter, if the department determines that the 19 hospitals serve a disproportionate number of low-income patients with special 20 needs. If no medical relief block grant under this chapter is awarded or if the 21 allocation of funds to such hospitals would exceed any limitation under 42 USC 22 1396b (i) (3), the department may distribute funds to hospitals that have not entered 23 into a contract under s. 49.02 (2). The department may not distribute funds under 24 this subsection to the extent that the distribution would do any of the following:

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SECTION 1135u. 49.45 (6z) (a) (intro.) of the statutes, as affected by 2005 2 Wisconsin Act (this act), is amended to read:

3 49.45 (6z) (a) (intro.) Notwithstanding sub. (3) (e), from the appropriation 4 accounts under s. 20.435 (4) (b), (gp), (o), (r), (rg), and (w), the department shall 5 distribute funding in each fiscal year to supplement payment for services to hospitals 6 that enter into a contract under s. 49.02 (2) to provide health care services funded 7 by a relief block grant under this chapter, if the department determines that the 8 hospitals serve a disproportionate number of low-income patients with special 9 needs. If no medical relief block grant under this chapter is awarded or if the 10 allocation of funds to such hospitals would exceed any limitation under 42 USC 11 1396b (i) (3), the department may distribute funds to hospitals that have not entered 12 into a contract under s. 49.02 (2). The department may not distribute funds under 13 this subsection to the extent that the distribution would do any of the following:

14

SECTION 1136h. 49.45 (8) (b) of the statutes is amended to read:

15 49.45 (8) (b) Reimbursement under s. 20.435 (4) (b), (gp), (o), (r), (rg), and (w) 16 for home health services provided by a certified home health agency or independent 17 nurse shall be made at the home health agency's or nurse's usual and customary fee 18 per patient care visit, subject to a maximum allowable fee per patient care visit that 19 is established under par. (c).

20

21

SECTION 1136i. 49.45 (8) (b) of the statutes, as affected by 2005 Wisconsin Act (this act), is amended to read:

22 49.45 (8) (b) Reimbursement under s. 20.435 (4) (b), (gp), (o), (r), (rg), and (w) 23 for home health services provided by a certified home health agency or independent 24 nurse shall be made at the home health agency's or nurse's usual and customary fee per patient care visit, subject to a maximum allowable fee per patient care visit that
 is established under par. (c).".

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3	45. Page 497, line 12: after that line insert:
4	"SECTION 1145h. 49.45 (24m) (intro.) of the statutes is amended to read:
5	49.45 (24m) Home health care and personal care pilot program. (intro.)
6	From the appropriation accounts under s. 20.435 (4) (b), (gp), (o), <u>(r), (rg),</u> and (w),
7	in order to test the feasibility of instituting a system of reimbursement for providers
8	of home health care and personal care services for medical assistance recipients that
9	is based on competitive bidding, the department shall:
10	SECTION 1145i. 49.45 (24m) (intro.) of the statutes, as affected by 2005
11	Wisconsin Act (this act), is amended to read:
12	49.45 (24m) Home health care and personal care pilot program. (intro.)
13	From the appropriation accounts under s. 20.435 (4) (b), (gp), (o), (r), (rg), and (w),
14	in order to test the feasibility of instituting a system of reimbursement for providers
15	of home health care and personal care services for medical assistance recipients that
16	is based on competitive bidding, the department shall:".
17	46. Page 497, line 13: delete lines 13 to 17.
18	47. Page 500, line 22: after that line insert:
19	"SECTION 1157c. 49.46 (2) (b) 19. of the statutes is created to read:
20	49.46 (2) (b) 19. The cost of one wig for each recipient who has experienced hair
21	loss as a result of chemotherapy for treatment of cancer.".
22	48. Page 500, line 23: delete the material beginning with that line and ending
23	with page 501, line 3.
24	49. Page 501, line 13: after that line insert:

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1	"SECTION 1160h. 49.472 (6) (a) of the statutes is amended to read:
2	49.472 (6) (a) Notwithstanding sub. (4) (a) 3., from the appropriation account
3	under s. 20.435 (4) (b), (gp), <u>(r), (rg),</u> or (w), the department shall, on the part of an
4	individual who is eligible for medical assistance under sub. (3), pay premiums for or
5	purchase individual coverage offered by the individual's employer if the department
6	determines that paying the premiums for or purchasing the coverage will not be more
7	costly than providing medical assistance.
8	SECTION 1160i. 49.472 (6) (a) of the statutes, as affected by 2005 Wisconsin Act
9	(this act), is amended to read:
10	49.472 (6) (a) Notwithstanding sub. (4) (a) 3., from the appropriation account
11	under s. 20.435 (4) (b), (gp), (r), (rg), or (w), the department shall, on the part of an
12	individual who is eligible for medical assistance under sub. (3), pay premiums for or
13	purchase individual coverage offered by the individual's employer if the department
14	determines that paying the premiums for or purchasing the coverage will not be more
15	costly than providing medical assistance.
16	SECTION 1160m. 49.472 (6) (b) of the statutes is amended to read:
17	49.472 (6) (b) If federal financial participation is available, from the
18	appropriation account under s. 20.435 (4) (b), (gp), <u>(r), (rg),</u> or (w), the department
19	may pay medicare Medicare Part A and Part B premiums for individuals who are
20	eligible for medicare Medicare and for medical assistance under sub. (3).
21	SECTION 1160n. 49.472 (6) (b) of the statutes, as affected by 2005 Wisconsin Act
22	(this act), is amended to read:
23	49.472 (6) (b) If federal financial participation is available, from the

24 appropriation account under s. 20.435 (4) (b), (gp), (r), $\frac{(rg)}{rg}$, or (w), the department – 32 –

1	may pay Medicare Part A and Part B premiums for individuals who are eligible for
2	Medicare and for medical assistance under sub. (3).
3	SECTION 1160p. 49.473 (5) of the statutes is amended to read:
4	49.473 (5) The department shall audit and pay, from the appropriation
5	accounts under s. 20.435 (4) (b), (gp), and (o), <u>(r), and (rg)</u> allowable charges to a
6	provider who is certified under s. 49.45 (2) (a) 11. for medical assistance Medical
7	Assistance on behalf of a woman who meets the requirements under sub. (2) for all
8	benefits and services specified under s. 49.46 (2).
9	SECTION 1160q. 49.473 (5) of the statutes, as affected by 2005 Wisconsin Act
10	(this act), is amended to read:
11	49.473 (5) The department shall audit and pay, from the appropriation
12	accounts under s. 20.435 (4) (b), (gp), (o), <u>and</u> (r) , and (rg) allowable charges to a
13	provider who is certified under s. 49.45 (2) (a) 11. for medical assistance on behalf of
14	a woman who meets the requirements under sub. (2) for all benefits and services
15	specified under s. 49.46 (2).".
16	50. Page 782, line 8: after that line insert:
17	"SECTION 1936j. 139.02 (1) of the statutes is amended to read:
18	139.02 (1) TAX IMPOSED; RATE; LIMITATION. An occupational excise tax is imposed
19	upon the removal for consumption or sale or selling of fermented malt beverages at
20	the rate of \$2 per barrel of 31 gallons and at a proportionate rate for any other
21	quantity or fractional parts thereof. Not more than one occupational excise tax shall
22	be required to be paid on any one container of fermented malt beverages.
23	SECTION 1936k. 139.03 (intro.) of the statutes is amended to read:

1	139.03 Liquor tax. (intro.) An occupational excise tax is imposed upon the
2	selling of intoxicating liquor as follows:
3	SECTION 1936L. 139.03 (3) of the statutes is amended to read:
4	139.03 (3) Not more than one occupational <u>excise</u> tax shall be required to be
5	paid on any one container of intoxicating liquor.
6	SECTION 1936m. 139.05 (2) of the statutes is amended to read:
7	139.05 (2) Each brewer and bottler in this state and each wholesaler of malt
8	beverages within this state to whom malt beverages are shipped from outside this
9	state shall on or before the fifteenth day of each month file with the secretary on
10	forms prescribed by the secretary a verified return containing such information as
11	may be required to compute and show the amount of occupational <u>excise</u> tax payable
12	by the brewer, bottler or wholesaler or by the shipper for the next preceding calendar
13	month on malt beverages.
14	SECTION 1936n. 139.05 (3) of the statutes is amended to read:
15	139.05 (3) The amount of the occupational <u>excise</u> tax disclosed by the return
16	shall accompany the return and shall be paid to the department.".
17	51. Page 782, line 16: after that line insert:
18	"SECTION 1947h. 139.09 of the statutes is amended to read:
19	139.09 Registration. Every brewer, bottler, manufacturer, rectifier,
20	wholesaler or retailer liable for payment of the occupational <u>excise</u> tax imposed in
21	ss. 139.01 to 139.25 shall hold a valid certificate under s. 73.03 (50). The secretary
22	shall assign the person a registration number.".
23	52. Page 799, line 13: after that line insert:
24	"SECTION 2030g. 146.65 (1) (b) of the statutes is amended to read:

1	146.65 (1) (b) In each fiscal year, not more than \$355,600 <u>\$500,000</u> , to the rural
2	health dental clinic located in Menomonie that provides dental services to persons
3	who are developmentally disabled or elderly or who have low income, in the counties
4	of Barron, Chippewa, Dunn, Pepin, Pierce, Polk, and St. Croix.".
5	53. Page 812, line 22: after that line insert:
6	"SECTION 2066k. 153.01 (2) of the statutes is amended to read:
7	153.01 (2) "Board" means the <u>health care quality and patient safety</u> board on
8	health care information.".
9	54. Page 813, line 5: delete lines 5 to 19 and substitute:
10	"SECTION 2068j. 153.07 (5) of the statutes is created to read:
11	153.07 (5) By January 1, 2006, and at least annually thereafter, the board shall
12	report to the governor on the plans, activities, accomplishments, and
13	recommendations of the board.
14	SECTION 2068m. 153.07 (6) of the statutes is created to read:
15	153.07 (6) The board shall annually assess the extent to which automated
16	information and decision support systems are used by health care providers in this
17	state.
18	SECTION 2068p. 153.07 (7) of the statutes is created to read:
19	153.07 (7) The board shall annually assess options and develop a plan and
20	specific strategies to achieve automation of all health care systems in the state by
21	2010 or as soon as practicable.
22	SECTION 2068r. 153.07 (8) of the statutes is created to read:
23	153.07 (8) The board shall administer the health care quality improvement
24	fund.

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1	SECTION 2068t. 153.07 (9) of the statutes is created to read:
2	153.07 (9) The board may accept gifts, grants, bequests, and devises to be used
3	in the execution of its functions.
4	SECTION 2068v. 153.076 of the statutes is created to read:
5	153.076 Grants and loans. (1) In this section:
6	(a) "Clinic" means a place, other than a residence, that is used primarily for the
7	provision of nursing, medical, podiatric, dental, chiropractic, or optometric care and
8	treatment.
9	(b) "Health maintenance organization" has the meaning given in s. 609.01 (2).
10	(c) "Hospital" has the meaning given in s. 50.33 (2).
11	(d) "Physician" has the meaning given in s. 448.01 (5).
12	(2) (a) From the appropriation under s. 20.505 (4) (qb), the board may make
13	grants or loans, under procedures and criteria determined by the board, to clinics,
14	health maintenance organizations, or other health care systems, hospitals, or
15	physicians for any of the following projects:
16	1. Installation of computer–assisted physician order entry, electronic medical
17	records, or other information system infrastructure, including clinical decision
18	support systems, to improve the quality, safety, and efficiency of patient care.
19	2. Development of health information exchanges, integrated health care data
20	repositories, and interoperable systems to facilitate the reporting of quality, safety,
21	and efficiency information for purposes of health care system improvement or
22	related purposes by informing consumers and health care purchasers.
23	3. Demonstration, through pilot projects, of rapid cycle improvement in quality,
24	safety, and efficiency of care.

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1	4. Facilitation of group purchases of medical technology systems by assisting
2	health care providers in forming collaborative agreements for technology.
3	(b) Repayment of any loans made under par. (a) shall be deposited into the
4	health care quality improvement fund.".
5	55. Page 815, line 12: after that line insert:
6	"SECTION 2077h. 153.75 (title) of the statutes is amended to read:
7	153.75 (title) Rule making and enforcement.
8	SECTION 2077i. 153.75 (3) of the statutes is created to read:
9	153.75 (3) Notwithstanding sub. (1) (a), (b), (f), (m), (n), (o), (s), (t), and (u) and
10	ss. 153.05 (1), (5), and (8) and 153.45, after June 30, 2007, the department may not
11	enforce rules promulgated under this chapter before July 1, 2007, relating to claims
12	data to be submitted by physicians, to procedures for verification, review, and
13	comment on the claims data, to adjustment of the data, and to waiver of the data
14	submission requirement.
15	SECTION 2077j. 153.75 (4) of the statutes is created to read:
16	153.75 (4) Notwithstanding sub. (1) (a), (b), (f), (m), (n), (o), (q), (t), and (u), and
17	ss. 153.05 (1), (5) and (8), 153.21, and 153.45, after the effective date of this
18	subsection [revisor inserts date], the department may not enforce rules
19	promulgated under this chapter before the effective date of this subsection
20	[revisor inserts date], relating to any of the following:
21	(a) The collection, from physicians, of health care plan affiliations and updating
22	information, hospital privileges updating information, and workforce and practice
23	information.

(b) The collection, from dentists, chiropractors, and podiatrists, of workforce
 and practice information.

3 (c) Procedures for verification, review, and comment on the information
4 specified under pars. (a) and (b), to adjustment of the information, and to waiver of
5 the information collection requirement.

SECTION 2077L. 153.75 (5) of the statutes is created to read:

7 153.75 (5) After the effective date of this subsection [revisor inserts date],
8 notwithstanding ss. 227.10 (1) and 227.11 (2) (a) and (d), the department may
9 promulgate under this chapter only rules that are first approved by the health care
10 quality and patient safety board.

11 SECTION 20

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SECTION 2077n. 153.76 of the statutes is amended to read:

12 **153.76 Rule-making by the independent review board.** 13 Notwithstanding s. 15.01 (1r), the independent review board may promulgate only 14 those rules that are first reviewed and approved by the <u>health care quality and</u> 15 <u>patient safety board on health care information.</u>".

16 **56.** Page 823, line 23: after that line insert:

17 **"SECTION 2112j.** 231.03 (intro.) of the statutes is amended to read:

231.03 Powers. (intro.) The authority has all the powers necessary or
convenient to carry out and effectuate the purposes and provisions of this chapter.
In addition to all other powers granted by this chapter, <u>subject to s. 231.035</u> the
authority may:

22 **SECTION 2112m.** 231.035 of the statutes is created to read:

23 231.035 Health care quality and patient safety board approval.
24 Beginning on the effective date of this section [revisor inserts date], the authority

1 may not provide any financial assistance to a health facility, hospital, or 2 participating health institution unless the health facility, hospital, or participating 3 health institution demonstrates to the health care quality and patient safety board 4 that it is making progress to improve medical information systems technology.". **57.** Page 831, line 4: after that line insert: 5 6 **"SECTION 2144n.** 254.42 of the statutes is created to read: 7 **254.42** State vehicle use. The department of administration shall assign 8 from the state vehicle fleet 2 vehicles for use by the department of health and family 9 services for inspections, monitoring, enforcement, and other activities required of 10 the department of health and family services under this subchapter.". **58.** Page 908, line 18: after that line insert: 11 12 "SECTION 2430k. 655.27 (6) of the statutes is amended to read: 13 655.27 (6) PURPOSE AND INTEGRITY OF FUND. The fund is established to ensure 14 the availability of health care providers in this state, to curb the rising costs of health 15 care by financing part of the liability incurred by health care providers as a result 16 of medical malpractice claims and, to ensure that proper claims are satisfied, and to 17 enable the deployment of health care information systems technology for health care 18 <u>quality</u>, safety, and efficiency, as specified in s. 153.076 (2). The fund, including any 19 net worth of the fund, is held in irrevocable trust for the sole benefit of health care 20 providers participating in the fund and proper claimants and for the deployment of 21 health care information systems technology for health care quality, safety, and 22 efficiency by the health care quality and patient safety board. Moneys in the fund 23 may not be used for any other purpose of the state.".

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24 **59.** Page 934, line 6: after that line insert:

"(13v) HEALTH CARE QUALITY AND PATIENT SAFETY BOARD; INITIAL APPOINTMENTS.
Notwithstanding the length of terms specified in section 15.105 (13) (b) of the
statutes, as created by this act, the initial members of the health care quality and
patient safety board shall be appointed by the first day of the 4th month beginning
after the effective date of this subsection for the following terms:

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(a) The representative of hospitals, the employer purchaser of health care, and the representative of the insurance industry, for terms expiring on May 1, 2009.

8 (b) The physician, the representative of health maintenance organizations, and
9 the member who represents the public interest, for terms expiring on May 1, 2011.

(13w) HEALTH CARE QUALITY AND PATIENT SAFETY BOARD; STUDY OF PHYSICIAN
INFORMATION DATABASE. By March 1, 2006, the health care quality and patient safety
board shall study and make recommendations to the governor concerning the
feasibility of creating a centralized physician information database, including
through a joint public and private effort.

(13x) HEALTH CARE QUALITY AND PATIENT SAFETY BOARD; STUDY OF RULES. By
October 1, 2006, the health care quality and patient safety board shall do all of the
following:

(a) Study and make recommendations to the governor concerning the rules
required and authorized to be promulgated by the department of health and family
services under section 153.75 of the statutes.

(b) Promote the collection and availability of information regarding the quality
and price of health care required to enable consumers and health care purchasers to
make wise health care choices.

(c) Foster the creation and evolution of public-private health care
 partnerships, agreements on standard health care data sets and reporting protocols,

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1 2 and transparency of health care information for purchasing purposes, including the development of an integrated health care data repository.

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3 (13y) HEALTH CARE QUALITY AND PATIENT SAFETY BOARD; PLAN AND STRATEGIES. By January 1, 2007, develop a plan and specific strategies, including awarding grants 4 5 or making loans under section 153.076 (2) of the statutes, as created by this act, to 6 deploy health care information systems technology for health care quality, safety, 7 and efficiency, within a reasonable time and using reasonable financial investments. 8 The plan shall consider the extent to which an integrated or interoperable system or 9 underlying technology may be most cost effective, including by assessing benefits of 10 the system for supporting rapid deployment for supporting medical care 11 practitioners, promoting accurate and appropriate shared information about 12 individual patients among health care providers, standardizing performance 13 indicators among health care provider organizations to improve organization 14 performance, and public reporting of quality, safety, and efficiency data for consumer 15 and health care purchaser decision making.".

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60. Page 980, line 9: after that line insert:

17 "(16v) Transfer of functions of the board on health care information.

(a) Assets and liabilities. On the effective date of this paragraph, the assets and
liabilities of the department of health and family services primarily related to the
functions of the board on health care information, as determined by the secretary of
administration, shall become the assets and liabilities of the department of
administration.

(b) *Position and employee transfers.* All incumbent employees holding
positions in the department of health and family services performing duties

primarily related to the functions of the board on health care information, as
 determined by the secretary of administration, are transferred on the effective date
 of this paragraph to the department of administration.

4 (c) *Employee status.* Employees transferred under paragraph (b) have all the
5 rights and the same status under subchapter V of chapter 111 and chapter 230 of the
6 statutes in the department of administration that they enjoyed in the department
7 of health and family services immediately before the transfer. Notwithstanding
8 section 230.28 (4) of the statutes, no employee so transferred who has attained
9 permanent status in class is required to serve a probationary period.

10 (d) *Tangible personal property.* On the effective date of this paragraph, all 11 tangible personal property, including records, of the department of health and family 12 services that is primarily related to the functions of the board on health care 13 information, as determined by the secretary of administration, is transferred to the 14 department of administration.

(e) *Contracts.* 1. All contracts entered into by the board on health care
information in effect on the effective date of this subdivision remain in effect and are
transferred to the health care quality and patient safety board. The health care
quality and patient safety board shall carry out any obligations under such a contract
until the contract is modified or rescinded by the health care quality and patient
safety board to the extent allowed under the contract.

2. All contracts entered into by the department of health and family services 22 in effect on the effective date of this subdivision that are primarily related to the 23 functions of the board on health care information, as determined by the secretary of 24 administration, remain in effect and are transferred to the department of 25 administration. The department of administration shall carry out any obligations

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under such a contract until the contract is modified or rescinded by the department of administration to the extent allowed under the contract.

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Rules and orders. All rules promulgated by the board on health care (f) information that are in effect on the effective date of this subdivision remain in effect 4 5 until their specified expiration date or until amended or repealed by the health care 6 quality and patient safety board.

7 (g) *Pending matters.* Any matter pending with the board on health care 8 information on the effective date of this paragraph is transferred to the health care 9 quality and patient safety board and all materials submitted to or actions taken by 10 the board on health care information with respect to the pending matter are 11 considered as having been submitted to or taken by the health care quality and 12 patient safety board.

13 Notwithstanding the (16w)HEALTH CARE INFORMATION; RULE MAKING. 14 requirement and authorization for the department of health and family services to 15 promulgate rules under section 153.75 of the statutes, as affected by this act, before 16 July 1, 2007, the department of health and family services may promulgate under 17 section 153.75 of the statutes only rules that are first approved by the health care 18 quality and patient safety board.".

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61. Page 1019, line 20: after that line insert:

"(4g) COMMUNITY INTEGRATION PROGRAM RATE INCREASE. (a) In the schedule 20 21 under section 20.005 (3) of the statutes for the appropriation to the department of 22 health and family services under section 20.435 (4) (b) of the statutes, as affected by 23 the acts of 2005, the dollar amount is increased by \$4,868,600 for fiscal year 2005–06 24 and the dollar amount is increased by \$9,737,100 for fiscal year 2006–07 to increase 1

the reimbursement rate for the Community Integration Program under section 46.278 of the statutes to \$74.67 per day beginning January 1, 2006.

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(b) In the schedule under section 20.005 (3) of the statutes for the appropriation
to the department of health and family services under section 20.435 (4) (o) of the
statutes, as affected by the acts of 2005, the dollar amount is increased by \$6,723,200
for fiscal year 2005–06 and the dollar amount is increased by \$13,446,500 for fiscal
year 2006–07 to increase the reimbursement rate for the Community Integration
Program under section 46.278 of the statutes to \$74.67 per day beginning January
1, 2006.

10 (4rv) MENOMONIE RURAL HEALTH DENTAL CLINIC. In the schedule under section 11 20.005 (3) of the statutes for the appropriation to the department of health and family 12 services under section 20.435 (5) (dm) of the statutes, as affected by the acts of 2005, 13 the dollar amount is increased by \$144,400 for fiscal year 2005–06 and the dollar 14 amount is increased by \$144,400 for fiscal year 2006–07 to provide funding to the 15 rural health dental clinic specified under section 146.65 (1) (b) of the statutes, as 16 affected by this act.

17 (4w) Start-up funding for program to provide health care to uninsured in 18 MILWAUKEE COUNTY. In the schedule under section 20.005 (3) of the statutes for the 19 appropriation to the department of health and family services under section 20.435 20 (5) (am) of the statutes, as affected by the acts of 2005, the dollar amount is increased 21 by \$150,000 for fiscal year 2005–06 to provide funding to the medical society of 22 Milwaukee and partnerships for healthy Milwaukee to develop a program for 23 volunteer health care providers to provide health care services to low-income 24 residents of Milwaukee County who do not have health insurance and are not eligible for the Medical Assistance program or the Milwaukee County General Assistance
 Medical Program.".

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62. Page 1020, line 10: after that line insert:
"(3v) HEALTH CARE QUALITY IMPROVEMENT FUND. There is transferred from the
injured patients and families compensation fund to the health care quality
improvement fund \$169,703,400 in fiscal year 2005–06 and \$9,714,000 in fiscal year
2006–07.".

8 **63.** Page 1032, line 21: delete lines 21 to 23.

9 **64.** Page 1042, line 14: after that line insert:

"(3w) CREATION OF HEALTH CARE QUALITY AND PATIENT SAFETY BOARD. The
treatment of sections 15.07 (2) (n), 15.105 (13), 153.07 (5) to (9), 153.076, 231.03, and
231.035 of the statutes and SECTION 9101 (13v), (13w), (13x), and (13y) of this act take
effect on October 1, 2005.".

14 **65.** Page 1044, line 6: after that line insert:

"(4q) HOME VISITATION SERVICES. The treatment of sections 20.435 (5) (ab) (by
SECTION 322g), 46.515 (1) (i) and (j), (2) (by SECTION 890g), (3) (title), (a), and (b), and
46.516 of the statutes takes effect on January 1, 2007.".

18 **66.** Page 1045, line 21: after that line insert:

"(13f) PHYSICIAN ORDER ENTRY RECORD SYSTEM. The treatment of sections 20.435
(4) (b) and (7) (bd) and 49.45 (6ur) and (6v) (by SECTION 1133j) of the statutes takes
effect on January 1, 2007.

(13v) ELIMINATION OF BOARD ON HEALTH CARE INFORMATION. The treatment of
sections 15.07 (2) (b) and (3) (bm) 1., 15.195 (6), 16.03 (3), 20.435 (4) (hg), 153.01 (2),

and 153.76 of the statutes and SECTION 9121 (16v) and (16w) of this act take effect
 on October 1, 2005.

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3 (13w) MEDICAL ASSISTANCE PAYMENTS. The repeal of sections 20.435 (4) (rg) and 4 25.775 (1) and (5) of the statutes and the amendment of sections 46.27 (9) (a) (by 5 SECTION 857i) and (10) (a) 1. (by SECTION 857n), 46.275 (5) (a) (by SECTION 862y) and 6 (c) (by SECTION 865q), 46.278 (6) (d) (by SECTION 870h), 46.283 (5) (by SECTION 873t), 7 46.284 (5) (a) (by SECTION 873v), 49.45 (2) (a) 17. (by (SECTION 1120s), (6m) (ag) (intro.) 8 (by SECTION 1125y), (6L) (b) (by SECTION 1133g), (6y) (a) (by SECTION 1135g) and (am) 9 (by SECTION 1135s), (6z) (a) (intro.) (by SECTION 1135u), (8) (b) (by SECTION 1136i), and 10 (24m) (intro.) (by SECTION 1145i), 49.472 (6) (a) (by SECTION 1160i) and (b) (by SECTION 11 160n), and 49.473 (5) (by SECTION 1160q) of the statutes take effect on June 30, 2007.". 12 (END)