

Hundredth Legislature - First Session - 2007 Committee Statement LB 292

Hearing Date: February 21, 2007

Committee On: Health and Human Services

Introducer(s): (Hansen)

Title: Provide for transfers of county funds for medicaid purposes

Roll Call Vote – Final Committee Action:

Advanced to General File

X Advanced to General File with Amendments

Indefinitely Postponed

Vote Results:

6 Yes Senator(s): Johnson, Erdman, Hansen, Howard, Stuthman,

Pankonin

No

Present, not voting

1 Absent Senator Gay

Proponents: Representing:

Senator Tom Hansen Introducer

James Cavanaugh Creighton University Medical Center Jon Edwards National Association of Counties

Kerry P. Eagan Lancaster County

Mary Steiner Health and Human Services System
Erin Mass University of Nebraska Medical Center

David Burd Nebraska Hospital Association

Opponents: Representing:

Neutral: Representing:

Summary of purpose and/or changes:

LB 292 relates to public assistance. The bill permits county boards to transfer county public assistance funds to the Department of Health and Human Services Finance and Support (department) to pay providers who serve Medicaid recipients or low-income uninsured persons and meet federal and state disproportionate share payment requirements under section 68-910(2)(c).

Explanation of amendments, if any:

The committee amendment (AM 444) changes provisions relating to the ICF/MR Reimbursement Protection Act. Section 68-1803 currently requires each intermediate care facility for the mentally retarded to pay a tax equal to six percent (6%) of its net revenue each fiscal year. The amendment changes the tax to five and one-half percent (5.5%).

Congress recently passed the Tax Relief and Health Care Act of 2006. The act changes the maximum provider tax rate to 5.5% beginning 1-1-08 through FY 2011. The committee amendment would conform state law to the newly adopted federal law, in order to ensure Nebraska's compliance with the federal act.

Senator Joel Johnson, Chairperson