House File 2698 H-8348 1 Amend House File 2698 as follows: 1. By striking everything after the enacting clause and 2 3 inserting: 4 <DIVISION I DEPARTMENT OF VETERANS AFFAIRS - FY 2024-2025 5 6 Section 1. DEPARTMENT OF VETERANS AFFAIRS. There is 7 appropriated from the general fund of the state to the 8 department of veterans affairs for the fiscal year beginning 9 July 1, 2024, and ending June 30, 2025, the following amounts, 10 or so much thereof as is necessary, to be used for the purposes 11 designated: 12 1. DEPARTMENT OF VETERANS AFFAIRS ADMINISTRATION 13 For salaries, support, maintenance, and miscellaneous 14 purposes, and for not more than the following full-time 15 equivalent positions: 16 \$ 1,369,205 17 FTEs 15.00 18 2. IOWA VETERANS HOME 19 For salaries, support, maintenance, and miscellaneous 20 purposes: 21 \$ 8,145,736 22 a. The Iowa veterans home billings involving the department 23 of health and human services shall be submitted to the 24 department on at least a monthly basis. 25 b. The Iowa veterans home expenditure report shall be 26 submitted monthly to the general assembly. 27 3. HOME OWNERSHIP ASSISTANCE PROGRAM 28 For transfer to the Iowa finance authority for the 29 continuation of the home ownership assistance program for 30 persons who are or were eligible members of the armed forces of 31 the United States, pursuant to section 16.54: 32 \$ 2,200,000 33 DIVISION II 34 AGING AND DISABILITY SERVICES - FY 2024-2025 Sec. 2. DEPARTMENT OF HEALTH AND HUMAN SERVICES - AGING 35 HF 2698.4378 (2) 90

-1-

pf/ko

1 AND DISABILITY SERVICES. There is appropriated from the 2 general fund of the state to the department of health and human 3 services for the fiscal year beginning July 1, 2024, and ending 4 June 30, 2025, the following amount, or so much thereof as is 5 necessary, to be used for the purposes designated:

For aging programs for the department of health and human 6 7 services and area agencies on aging to provide citizens of 8 Iowa who are 60 years of age and older with case management; 9 Iowa's aging and disabilities resource centers; for the 10 return to community program; for the purposes of chapter 231E, 11 to administer the prevention of elder abuse, neglect, and 12 exploitation program pursuant to section 231.56A, in accordance 13 with the requirements of the federal Older Americans Act of 14 1965, 42 U.S.C. §3001 et seq., as amended; for the reporting 15 and evaluation of cases of dependant adult abuse pursuant to 16 chapter 235B; and for other services which may include but are 17 not limited to adult day, respite care, chore, information 18 and assistance, and material aid, for information and options 19 counseling for persons with disabilities, and for salaries, 20 support, administration, maintenance, and miscellaneous 21 purposes:

22 \$ 19,088,714

Funds appropriated in this section may be used to 23 1. 24 supplement federal funds under federal regulations. То 25 receive funds appropriated in this section, a local area 26 agency on aging shall match the funds with moneys from other 27 sources according to rules adopted by the department. Funds 28 appropriated in this section may be used for services not 29 specifically enumerated in this section only if approved by the 30 department as part of an area agency on aging's area plan. Of the funds appropriated in this section, \$949,282 31 2. 32 shall be used for the family support center component of the 33 comprehensive family support program under chapter 225C, 34 subchapter V.

35 3. Of the funds appropriated in this section, \$33,632 shall

HF 2698.4378 (2) 90 -2- pf/ko 1 be used to build community capacity through the coordination 2 and provision of training opportunities in accordance with the 3 consent decree of Conner v. Branstad, No. 4-86-CV-30871 (S.D. 4 Iowa, July 14, 1994).

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DIVISION III

6 BEHAVIORAL HEALTH — FY 2024-2025 7 Sec. 3. DEPARTMENT OF HEALTH AND HUMAN SERVICES — 8 BEHAVIORAL HEALTH. There is appropriated from the general fund 9 of the state to the department of health and human services for 10 the fiscal year beginning July 1, 2024, and ending June 30, 11 2025, the following amount, or so much thereof as is necessary, 12 to be used for the purposes designated:

For behavioral health prevention, treatment, and recovery 13 14 efforts to reduce the prevalence of the use of, provide 15 treatment for, and support recovery from tobacco and substance 16 use and misuse pursuant to the applicable policy, purpose, 17 and intent described in sections 125.1 and 142A.1, alcohol, 18 problem gambling, and other addictive behaviors. Activities 19 shall align with accepted best practice guidance standards for 20 behavioral health including those published by the centers for 21 disease control and prevention and the substance abuse and 22 mental health services administration of the United States 23 department of health and human services for health promotion; 24 universal, selective, and indicated prevention; treatment; and 25 recovery services and supports; and shall include a 24-hour 26 helpline, public information resources, professional training, 27 youth prevention, program evaluation, and efforts at the state 28 and local levels:

29 \$ 24,400,114 30 1. Of the funds appropriated in this section, \$300,000 shall 31 be used to support the work of the children's behavioral health 32 system including evidence-based behavioral health prevention, 33 treatment, and recovery services and supports for children and 34 their families pursuant to the intent specified in section 35 225C.6B, subsection 1.

-3-

HF 2698.4378 (2) 90 pf/ko 1 2. Of the funds appropriated in this section, \$950,000 2 shall be used for an integrated substance use disorder managed 3 care system. The department shall maintain the level of mental 4 health and substance use disorder treatment services provided 5 by the managed care contractors. The department shall take the 6 steps necessary to continue the federal waivers as needed to 7 maintain the level of services.

8 Sec. 4. DEPARTMENT OF HEALTH AND HUMAN SERVICES — SPORTS 9 WAGERING RECEIPTS FUND. There is appropriated from the sports 10 wagering receipts fund created in section 8.57, subsection 6, 11 to the department of health and human services for the fiscal 12 year beginning July 1, 2024, and ending June 30, 2025, the 13 following amount, or so much thereof as is necessary, to be 14 used for behavioral health prevention, treatment, and recovery 15 efforts to reduce the prevalence of the use of, provide 16 treatment for, and support recovery from tobacco and substance 17 use and misuse pursuant to the applicable policy, purpose, and 18 intent described in sections 125.1 and 142A.1, alcohol, problem 19 gambling, and other addictive behaviors:

20 \$ 1,750,000

21

DIVISION IV

22

PUBLIC HEALTH — FY 2024-2025

23 Sec. 5. DEPARTMENT OF HEALTH AND HUMAN SERVICES — PUBLIC 24 HEALTH. There is appropriated from the general fund of the 25 state to the department of health and human services for the 26 fiscal year beginning July 1, 2024, and ending June 30, 2025, 27 the following amount, or so much thereof as is necessary, to be 28 used for the purposes designated:

For programs that support health promotion, protect the health and safety of the public, conduct disease surveillance and investigation to reduce the incidence of morbidity and mortality, serve individuals with chronic conditions including but not limited to cancer, support the Iowa donor registry as specified in section 142C.18, and strengthen the health care delivery system and workforce to improve health outcomes for

-4-

HF 2698.4378 (2) 90 pf/ko 1 all Iowans:

9 2. Of the funds appropriated in this section, the following 10 amounts are allocated to be used as follows to support the 11 goals of increased access, health system integration, and 12 engagement:

a. \$600,000 is allocated to the Iowa prescription
drug corporation for continuation of the pharmaceutical
infrastructure for safety net providers originally established
as described in 2007 Iowa Acts, chapter 218, section 108, and
for the prescription drug donation repository program created
in chapter 135M. Funds allocated under this paragraph shall
be distributed in their entirety for the purpose specified on
July 1, 2024.

b. \$374,000 is allocated to free clinics and free clinics of Iowa for necessary infrastructure, statewide coordination, provider recruitment, service delivery, and provision of assistance to patients in securing a medical home inclusive of oral health care. Of the funds allocated, \$40,000 shall be used to cover fees associated with using an electronic prescribing system. Funds allocated under this paragraph shall be distributed in their entirety for the purpose specified on July 1, 2024.

30 c. \$25,000 is allocated to the Iowa association of rural 31 health clinics for necessary infrastructure and service 32 delivery transformation. Funds allocated under this paragraph 33 shall be distributed in their entirety for the purpose 34 specified on July 1, 2024.

35 d. \$225,000 is allocated to the Polk county medical society

HF 2698.4378 (2) 90 -5- pf/ko 1 for continuation of the safety net provider patients access 2 to specialty care initiative as described in 2007 Iowa Acts, 3 chapter 218, section 109. Funds allocated under this paragraph 4 shall be distributed in their entirety for the purpose 5 specified on July 1, 2024.

6 3. Of the funds appropriated in this section, \$800,000
7 shall be used for rural psychiatric residencies to annually
8 fund eight psychiatric residents who will provide mental health
9 services in underserved areas of the state.

10 4. Of the funds appropriated in this section, \$560,000 shall 11 be deposited in the state-funded family medicine obstetrics 12 fellowship program fund to be used for the state-funded family 13 medicine obstetrics fellowship program, in accordance with 14 section 135.193.

15 5. The department shall work with the board established 16 in chapter 135D to develop plans for program enhancements 17 in the Iowa health information network for the purpose of 18 empowering Iowa patients to access and direct their health 19 information utilizing the Iowa health information network. 20 Program enhancements shall protect data privacy, facilitate the 21 interchange of health data for the purpose of improving public 22 health outcomes, and increase participation by health care 23 providers.

6. The university of Iowa hospitals and clinics under the control of the state board of regents shall not receive indirect costs from the funds appropriated in this section. The university of Iowa hospitals and clinics billings to the department shall be on at least a quarterly basis.

29

DIVISION V

30 COMMUNITY ACCESS AND ELIGIBILITY — FY 2024-2025 31 Sec. 6. DEPARTMENT OF HEALTH AND HUMAN SERVICES — COMMUNITY 32 ACCESS AND ELIGIBILITY. There is appropriated from the 33 general fund of the state to the department of health and human 34 services for the fiscal year beginning July 1, 2024, and ending 35 June 30, 2025, the following amount, or so much thereof as is

> HF 2698.4378 (2) 90 -6- pf/ko

1 necessary, to be used for the purposes designated:

15 1. Of the child support collections assigned under FIP, 16 the federal share of support collections shall be credited to 17 the child support services appropriation made in this division 18 of this Act. Of the remainder of the assigned child support 19 collections received by child support services, a portion 20 shall be credited to community access and eligibility, and 21 the remaining funds may be used to increase recoveries, to 22 sustain cash flow in the child support payments account, or for 23 technology needs. If child support collections assigned under 24 FIP are greater than estimated or are otherwise determined not 25 to be required for maintenance of effort, the state share of 26 either amount may be transferred to or retained in the child 27 support payments account.

28 2. Of the funds appropriated in this section, \$3,075,000 29 shall be used for continuation of the department's initiative 30 to provide for adequate developmental surveillance and 31 screening during a child's first five years. The funds shall 32 be used first to fully fund the current participating counties 33 to ensure that those counties are fully operational, with the 34 remaining funds to be used for expanding participation to 35 additional counties. The full implementation and expansion

> HF 2698.4378 (2) 90 -7- pf/ko

1 shall include enhancing the scope of the initiative through 2 collaboration with the child health specialty clinics to 3 promote the use of developmental surveillance and screening to 4 support healthy child development through early identification 5 and response to both biomedical and social determinants of 6 healthy development by providing practitioner consultation 7 and continuous improvement through training and education, 8 particularly for children with behavioral conditions and 9 needs. The department shall also collaborate with the Medicaid 10 program and the child health specialty clinics to assist in ll coordinating the activities of the first five initiative into 12 the establishment of patient-centered medical homes developed 13 to improve health quality and population health while reducing 14 health care costs. To the maximum extent possible, funding 15 allocated in this subsection shall be utilized as matching 16 funds for Medicaid program reimbursement.

17 3. Of the funds appropriated in this section, \$1,145,102 18 is allocated to the Iowa commission on volunteer service for 19 programs and grants.

4. The university of Iowa hospitals and clinics under
21 the control of the state board of regents shall not receive
22 indirect costs from the funds appropriated in this section.
23 The university of Iowa hospitals and clinics billings to the
24 department shall be on at least a quarterly basis.
25 CHILD SUPPORT SERVICES

Sec. 7. CHILD SUPPORT SERVICES. There is appropriated from the general fund of the state to the department of health and human services for the fiscal year beginning July 1, 2024, and ending June 30, 2025, the following amount, or so much thereof as is necessary, to be used for the purposes designated: For child support services, including salaries, support,

32 maintenance, and miscellaneous purposes:

33 \$ 15,434,282

Federal access and visitation grant moneys shall be used
 for services designed to increase compliance with the child

HF 2698.4378 (2) 90 -8- pf/ko 1 access provisions of court orders, including but not limited to
2 neutral visitation sites and mediation services.

2. The appropriation made to the department for child 4 support services may be used throughout the fiscal year in the 5 manner necessary for purposes of cash flow management, and for 6 cash flow management purposes the department may temporarily 7 draw more than the amount appropriated, provided the amount 8 appropriated is not exceeded at the close of the fiscal year. 9 TEMPORARY ASSISTANCE FOR NEEDY FAMILIES BLOCK GRANT

10 Sec. 8. TEMPORARY ASSISTANCE FOR NEEDY FAMILIES BLOCK 11 GRANT. There is appropriated from the special fund created in 12 section 8.41 to the department of health and human services 13 for the fiscal year beginning July 1, 2024, and ending June 14 30, 2025, from moneys received under the federal temporary 15 assistance for needy families (TANF) block grant pursuant 16 to the federal Personal Responsibility and Work Opportunity 17 Reconciliation Act of 1996, Pub. L. No. 104-193, and successor 18 legislation, the following amounts, or so much thereof as is 19 necessary, to be used for the purposes designated: 20 1. For community access and eligibility, FIP, the PROMISE 21 JOBS program, implementing family investment agreements in 22 accordance with chapter 239B, and for continuation of the

23 program promoting awareness of the benefits of a healthy
24 marriage:

28 planning services are funded:

29 \$ 1,913,203

Pregnancy prevention grants shall be awarded to programs in existence on or before July 1, 2024, if the programs have demonstrated positive outcomes. Grants shall be awarded to pregnancy prevention programs which are developed after July 1, 2024, if the programs are based on existing models that have demonstrated positive outcomes. Grants shall comply with

-9-

HF 2698.4378 (2) 90 pf/ko 1 the requirements provided in 1997 Iowa Acts, chapter 208, 2 section 14, subsections 1 and 2, including the requirement that 3 grant programs must emphasize sexual abstinence. Priority in 4 the awarding of grants shall be given to programs that serve 5 areas of the state which demonstrate the highest percentage of 6 unplanned pregnancies of females of childbearing age within the 7 geographic area to be served by the grant.

8 For community access and eligibility to meet one of the 3. 9 four core purposes of TANF as specified in 45 C.F.R. §260.20, 10 including by modernizing the program to promote economic 11 mobility and self-sufficiency, ensuring that families are able 12 to overcome benefit cliffs, encouraging healthy families, and 13 streamlining service delivery to reduce duplication: 14 \$ 5,000,000 4. For technology needs related to child support 15 16 modernization of the Iowa collections and reporting (ICAR) 17 system and for a closed loop referral system for the thrive 18 Iowa program: 5,000,000 19 \$ For early intervention and supports for the family 20 5. 21 development and self-sufficiency (FaDSS) grant program in 22 accordance with section 216A.107: 23 \$ 2,888,980 24 Of the funds allocated for the FaDSS grant program in this 25 subsection, not more than 5 percent of the funds shall be used 26 for administrative purposes. 27 6. For early intervention and supports for child abuse 28 prevention grants: 29 Ś 125,000 7. For accountability, compliance, program integrity, 30 31 technology needs, and other resources necessary to meet federal 32 and state reporting, tracking, and case management requirements 33 and other departmental needs: 34 \$ 3,533,647 8. For state child care assistance: 35

> HF 2698.4378 (2) 90 -10- pf/ko

1 \$ 47,166,826 9. For child protective services: 2 3 \$ 62,364,100 4 10. For child protective services for the kinship stipend 5 program: 6 \$ 3,000,000 7 DIVISION VI 8 MEDICAL ASSISTANCE - STATE SUPPLEMENTARY ASSISTANCE - HEALTHY 9 AND WELL KIDS IN IOWA PROGRAM AND OTHER HEALTH-RELATED PROGRAMS 10 - FY 2024-2025 MEDICAL ASSISTANCE, STATE SUPPLEMENTARY 11 Sec. 9. 12 ASSISTANCE, AND HEALTHY AND WELL KIDS IN IOWA PROGRAM. There 13 is appropriated from the general fund of the state to the 14 department of health and human services for the fiscal year 15 beginning July 1, 2024, and ending June 30, 2025, the following 16 amount, or so much thereof as is necessary, to be used for the 17 purposes designated: 18 For medical assistance program reimbursement and associated 19 costs as specifically provided in the reimbursement 20 methodologies in effect on June 30, 2024, except as otherwise 21 expressly authorized by law, consistent with options under 22 federal law and regulations, and contingent upon receipt of 23 approval from the office of the governor of reimbursement 24 for each abortion performed under the program; for the state 25 supplementary assistance program; for the health insurance 26 premium payment program; and for maintenance of the healthy and 27 well kids in Iowa (Hawki) program pursuant to chapter 514I, 28 including supplemental dental services, for receipt of federal 29 financial participation under Tit. XXI of the federal Social 30 Security Act, which creates the children's health insurance 31 program; and for other specified health-related programs: 32 \$ 1,650,866,536 33 1. Of the funds appropriated in this section, 34 \$1,605,063,804 is allocated for medical assistance program 35 reimbursement and associated costs.

> HF 2698.4378 (2) 90 -11- pf/ko

a. Of the funds allocated in this subsection, \$800,000 shall
 be used for the renovation and construction of certain nursing
 facilities, consistent with the provisions of chapter 249K.

b. Of the funds allocated in this subsection, \$3,383,880
shall be used for program administration, outreach, and
enrollment activities of the state family planning services
program pursuant to section 217.41B, and of this amount, the
department may use \$200,000 for administrative expenses.

9 c. Of the funds allocated in this subsection, 10 \$1,700,000 shall be used to provide for additional home and 11 community-based services waiver slots for individuals with an 12 intellectual disability.

Iowans support reducing the number of abortions
 performed in our state. Funds appropriated under this section
 shall not be used for abortions, unless otherwise authorized
 under this section.

17 3. The provisions of this section relating to abortions 18 shall also apply to the Iowa health and wellness plan created 19 pursuant to chapter 249N.

4. Of the funds appropriated in this section, \$4,479,762 is21 allocated for the state supplementary assistance program.

5. Of the funds appropriated in this section, \$41,322,970 and is allocated for maintenance of the Hawki program pursuant to chapter 514I, including supplemental dental services, for receipt of federal financial participation under Tit. XXI of the federal Social Security Act, which creates the children's health insurance program.

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HEALTH PROGRAM OPERATIONS

29 Sec. 10. HEALTH PROGRAM OPERATIONS. There is appropriated 30 from the general fund of the state to the department of health 31 and human services for the fiscal year beginning July 1, 32 2024, and ending June 30, 2025, the following amount, or so 33 much thereof as is necessary, to be used for the purposes 34 designated:

35 For health program operations and the autism support

HF 2698.4378 (2) 90 -12- pf/ko 1 program:

9 2. Of the funds appropriated in this section, a sufficient 10 amount shall be used for the administration of the health 11 insurance premium payment program, including salaries, support, 12 maintenance, and miscellaneous purposes.

3. Of the funds appropriated in this section, \$750,000 shall l4 be used for the state poison control center. Pursuant to the l5 directive under 2014 Iowa Acts, chapter 1140, section 102, the l6 federal matching funds available to the state poison control l7 center from the department under the federal Children's Health l8 Insurance Program Reauthorization Act of 2009 allotment shall l9 be subject to the federal administrative cap rule of 10 percent 20 applicable to funding provided under Tit. XXI of the federal 21 Social Security Act and included within the department's 22 calculations of the cap.

4. Unless otherwise provided, annual increases for services provided through contracts funded under this section shall not exceed the amount by which the consumer price index for all urban consumers increased during the most recently ended calendar year.

28

HEALTH CARE ACCOUNTS AND FUNDS

Sec. 11. PHARMACEUTICAL SETTLEMENT ACCOUNT — DEPARTMENT OF HEALTH AND HUMAN SERVICES. There is appropriated from the pharmaceutical settlement account created in section 249A.33 to the department of health and human services for the fiscal year beginning July 1, 2024, and ending June 30, 2025, the following amount, or so much thereof as is necessary, to be used for the purposes designated: Notwithstanding any provision of law to the contrary, to supplement the appropriation made in this Act for health program operations under the medical assistance program for the same fiscal year:

5 \$ 234,193

6 Sec. 12. QUALITY ASSURANCE TRUST FUND — DEPARTMENT OF 7 HEALTH AND HUMAN SERVICES. Notwithstanding any provision to 8 the contrary and subject to the availability of funds, there is 9 appropriated from the quality assurance trust fund created in 10 section 249L.4 to the department of health and human services 11 for the fiscal year beginning July 1, 2024, and ending June 30, 12 2025, the following amount, or so much thereof as is necessary, 13 for the purposes designated:

Sec. 13. HOSPITAL HEALTH CARE ACCESS TRUST FUND —
19 DEPARTMENT OF HEALTH AND HUMAN SERVICES. Notwithstanding any
20 provision to the contrary and subject to the availability of
21 funds, there is appropriated from the hospital health care
22 access trust fund created in section 249M.4 to the department
23 of health and human services for the fiscal year beginning July
24 1, 2024, and ending June 30, 2025, the following amount, or so
25 much thereof as is necessary, for the purposes designated:
26 To supplement the appropriation made in this Act from the

27 general fund of the state to the department of health and human 28 services for medical assistance for the same fiscal year: 29 \$ 33,920,554

30

REIMBURSEMENT RATES

31 Sec. 14. REIMBURSEMENT RATES.

32 1. Reimbursement for medical assistance, state 33 supplementary assistance, and social service providers and 34 services reimbursed under the purview of the department of 35 health and human services shall remain at the reimbursement

> HF 2698.4378 (2) 90 -14- pf/ko

1 rate or shall be determined pursuant to the reimbursement 2 methodology in effect on June 30, 2024, with the exception of 3 the following:

4 a. If reimbursement is otherwise negotiated by contract or5 pursuant to an updated fee schedule.

6 b. As otherwise provided in this section.

7 2. a. Notwithstanding any provision of law to the contrary, 8 for the fiscal year beginning July 1, 2024, and ending June 9 30, 2025, the department of health and human services shall 10 reimburse case-mix nursing facility rates at the amounts in 11 effect on June 30, 2024.

b. The department of health and human services shall calculate each nursing facility's case-mix index for the period beginning July 1, 2023, using weighting based on the current patient driven payment model (PDPM) schedule. Rosters shall be made to show a separate calculation to determine the average case-mix index for a nursing-facility-wide case mix index, and a case-mix index for the residents of a nursing facility who are Medicaid recipients using all minimum data set reports by the nursing facility for the previous semi-annual period using a day weighted calculation.

22 3. For the fiscal year beginning July 1, 2024, Medicaid 23 provider rates shall be adjusted to 85 percent of the benchmark 24 rates based on the department's 2023 Medicaid rate review for 25 all of the following Medicaid providers:

26 a. Medical supply providers.

27 b. Physician assistants.

28 c. Physical therapists.

29 d. Occupational therapists.

30 e. Certified nurse midwives.

4. For the fiscal year beginning July 1, 2024, reimbursement rates for home and community-based services providers shall be increased compared to the rates in effect on June 30, 2024, to the extent possible within the state funding, including the \$14,600,000 provided for this purpose. 5. For the fiscal year beginning July 1, 2024, reimbursement
 rates for community mental health centers shall be increased
 compared to the rates in effect on June 30, 2024, to the extent
 possible within the state funding, including the \$276,947
 provided for this purpose.

6 6. For the fiscal year beginning July 1, 2024, enhanced 7 reimbursement shall be provided within the additional \$369,000 8 appropriated for this purpose for a psychiatric medical 9 institution for children that meets the selection criteria 10 specified in 2024 Iowa Acts, House File 2402, or successor 11 legislation, if enacted.

12 7. For the fiscal year beginning July 1, 2024, the pharmacy 13 dispensing fee shall be adjusted within the additional \$500,000 14 appropriated for this purpose.

15 8. For the fiscal year beginning July 1, 2024, the 16 reimbursement rates for mental health providers shall be 17 increased within the additional \$2,104,186 appropriated for 18 this purpose.

9. For the fiscal year beginning July 1, 2024,
 residential-based supported community living provider
 rates shall be increased within the additional \$1,352,750
 appropriated for this purpose.

23 10. For the fiscal year beginning July 1, 2024, 24 reimbursement rates for home heath agencies shall continue to 25 be based on the Medicare low utilization payment adjustment 26 (LUPA) methodology with state geographic wage adjustments and 27 shall be adjusted to increase the rates to the extent possible 28 within the state funding appropriated. The department shall 29 continue to update the rates every two years to reflect the 30 most recent Medicare LUPA rates.

31 11. For the fiscal year beginning July 1, 2024, 32 reimbursement rates for air medical services provided by an 33 entity that has over 40 years of experience and is the largest 34 community-based provider of air medical services shall be 35 increased within the additional \$250,000 appropriated for this

> HF 2698.4378 (2) 90 -16- pf/ko

1 purpose. 2 DIVISION VII FAMILY WELL-BEING AND PROTECTION - FY 2024-2025 3 STATE CHILD CARE ASSISTANCE 4 5 Sec. 15. STATE CHILD CARE ASSISTANCE. There is appropriated 6 from the general fund of the state to the department of health 7 and human services for the fiscal year beginning July 1, 8 2024, and ending June 30, 2025, the following amount, or so 9 much thereof as is necessary, to be used for the purposes 10 designated: For state child care assistance in accordance with section 11 12 237A.13: 13 \$ 34,966,931 1. If the appropriations made for purposes of the state 14 15 child care assistance program for the fiscal year are 16 determined to be insufficient, it is the intent of the general 17 assembly to appropriate sufficient funding for the fiscal year 18 in order to avoid establishment of waiting list requirements. 19 2. A portion of the state match for the federal child care 20 and development block grant shall be provided as necessary to 21 meet federal matching funds requirements through the state 22 general fund appropriation made for child development grants 23 and other programs for at-risk children in section 279.51. 24 EARLY INTERVENTION AND SUPPORTS 25 Sec. 16. EARLY INTERVENTION AND SUPPORTS. There is 26 appropriated from the general fund of the state to the 27 department of health and human services for the fiscal year 28 beginning July 1, 2024, and ending June 30, 2025, the following 29 amount, or so much thereof as is necessary, to be used for the 30 purposes designated: For promoting the optimum health status for children 31 32 and adolescents from birth through 21 years of age, and for 33 families: 34 \$ 35,277,739 1. Of the funds appropriated in this section, not more 35

> HF 2698.4378 (2) 90 -17- pf/ko

1 than \$734,000 shall be used for the healthy opportunities for 2 parents to experience success (HOPES)-healthy families Iowa 3 (HFI) program established pursuant to section 135.106.

2. Of the funds appropriated in this section, \$4,313,854 is
5 allocated for the FaDSS grant program. Of the funds allocated
6 for the FaDSS grant program in this subsection, not more than 5
7 percent of the funds shall be used for administration of the
8 grant program.

9 3. Of the funds appropriated in this section, \$29,256,799 10 shall be used for the purposes of the early childhood Iowa fund 11 created in section 2561.11.

12 4. Of the funds appropriated in this section, \$1,000,000
13 shall be used for the purposes of program administration and
14 provision of pregnancy support services through the more
15 options for maternal support program in accordance with section
16 217.41C.

17

CHILD PROTECTIVE SERVICES

18 Sec. 17. CHILD PROTECTIVE SERVICES. There is appropriated 19 from the general fund of the state to the department of health 20 and human services for the fiscal year beginning July 1, 21 2024, and ending June 30, 2025, the following amount, or so 22 much thereof as is necessary, to be used for the purposes 23 designated:

For child, family, and adoption services, and for salaries, support, maintenance, and miscellaneous purposes:

26 \$166,101,034
27 1. Of the funds appropriated in this section, \$1,717,000
28 is allocated specifically for expenditure for fiscal year

29 2024-2025 through the decategorization services funding pools 30 and governance boards established pursuant to section 232.188. 31 2. A portion of the funds appropriated in this section 32 may be used to provide other resources based on client need 33 required to support family preservation, emergency client need, 34 or family reunification efforts.

35 3. Of the funds appropriated in this section, a sufficient

HF 2698.4378 (2) 90 -18- pf/ko amount is allocated for foster family care, group foster care
 maintenance and services, shelter care, child welfare emergency
 services, and supervised apartment living contracts.

4. Federal funds received by the state during the fiscal
5 year beginning July 1, 2024, as the result of the expenditure
6 of state funds appropriated during a previous state fiscal
7 year for a service or activity funded under this section, are
8 appropriated to the department to be used as additional funding
9 for services and purposes provided for under this section.
10 Notwithstanding section 8.33, moneys received in accordance
11 with this subsection that remain unencumbered or unobligated at
12 the close of the fiscal year shall not revert to any fund but
13 shall remain available for the purposes designated until the
14 close of the succeeding fiscal year.

15 5. a. Of the funds appropriated in this section, \$748,000 16 is allocated for the payment of the expenses of court-ordered 17 services provided to children who are under the supervision 18 of the department, which expenses are a charge upon the state 19 pursuant to section 232.141, subsection 4.

20 b. Notwithstanding chapter 232 or any other provision of 21 law to the contrary, a district or juvenile court shall not 22 order any service which is a charge upon the state pursuant 23 to section 232.141 if the court-ordered services distribution 24 amount is insufficient to pay for the service.

6. Of the funds appropriated in this section, \$1,658,000 shall be used for the child protection center grant program for child protection centers located in Iowa in accordance with section 135.118. The grant amounts under the program shall be equalized so that each center receives a uniform base amount of \$245,000, and so that the remaining funds are awarded through a funding formula based upon the volume of children served. To increase access to child protection center services for children in rural areas, the funding formula for the awarding of the remaining funds shall provide for the awarding of an senhanced amount to eligible grantees to develop and maintain

> HF 2698.4378 (2) 90 -19- pf/ko

1 satellite centers in underserved regions of the state.

2 7. Of the funds appropriated in this section, \$4,359,500 is
3 allocated for the preparation for adult living program pursuant
4 to section 234.46.

5 8. Of the funds appropriated in this section, up to \$227,000 6 shall be used for the public purpose of continuing a grant to a 7 nonprofit human services organization, providing services to 8 individuals and families in multiple locations in southwest 9 Iowa and Nebraska for support of a project providing immediate, 10 sensitive support and forensic interviews, medical exams, needs 11 assessments, and referrals for victims of child abuse and their 12 nonoffending family members.

9. Of the funds appropriated in this section, a portion may l4 be used for family-centered services for purposes of complying l5 with the federal Family First Prevention Services Act of 2018, l6 Pub. L. No. 115-123, and successor legislation.

17 10. a. Of the funds appropriated in this section, a 18 sufficient amount is allocated for adoption subsidy payments 19 and related costs.

b. Any funds allocated in this subsection remaining after the allocation under paragraph "a" are designated and allocated as state savings resulting from implementation of the federal Fostering Connections to Success and Increasing Adoptions Act of 2008, Pub. L. No. 110-351, and successor legislation, as determined in accordance with 42 U.S.C. §673(a)(8), and shall be used for post-adoption services and for other purposes allowed under these federal laws, Tit. IV-B or Tit. IV-E of the federal Social Security Act.

29 c. Of the funds appropriated in this section, \$148,232
30 shall be used to increase the adoption subsidy paid to a person
31 pursuant to section 600.17 who adopts a child after July 1,
32 2024, by five percent over the rates in effect on June 30,
33 2024.

34 11. Of the funds appropriated in this section, a sufficient 35 amount is allocated to support training needs for child welfare

> HF 2698.4378 (2) 90 -20- pf/ko

1 providers and to address disproportionality within the child 2 welfare system.

3 12. Of the funds appropriated in this section, \$308,765 4 shall be used to increase the foster care reimbursement rates 5 paid pursuant to section 234.38, by five percent over the rates 6 in effect on June 30, 2024.

7 13. Of the funds appropriated in this section, \$1,000,000 is
8 allocated for enhanced training for child protective services
9 workers and for additional social worker supervisors to
10 appropriately manage caseloads.

11 14. If a separate funding source is identified that reduces 12 the need for state funds within an allocation under this 13 section, the allocated state funds may be redistributed to 14 other allocations under this section for the same fiscal year. 15 DIVISION VIII

16 STATE SPECIALTY CARE — FY 2024-2025

Sec. 18. STATE SPECIALTY CARE. There is appropriated from the general fund of the state to the department of health and human services for the fiscal year beginning July 1, 2024, and ending June 30, 2025, the following amount, or so much thereof as is necessary, to be used for the purposes designated: For salaries, support, maintenance, and miscellaneous purposes at institutions under the jurisdiction of the department of health and human services:

25 \$100,006,128

26 1. The department shall utilize the funds appropriated in 27 this section as necessary to maximize bed capacity and to most 28 effectively meet the needs of the individuals served.

29 2. Of the amount appropriated in this section, the following30 amounts are allocated to each institution as follows:

a. For the state mental health institute at Cherokee:
32 \$ 19,439,086
33 b. For the state mental health institute at Independence:
34 \$ 23,916,279
35 c. For the civil commitment unit for sexual offenders at

HF 2698.4378 (2) 90 -21- pf/ko

1 Cherokee: \$ 17,755,397 d. For the state resource center at Woodward: 3 4 \$ 14,018,717 e. For the state resource center at Glenwood: 5 6 \$ 5,255,132 7 f. For the state training school at Eldora: 8 \$ 19,621,517 9 DIVISION IX 10 ADMINISTRATION AND COMPLIANCE - FY 2024-2025 Sec. 19. ACCOUNTABILITY, COMPLIANCE, AND PROGRAM 11 12 INTEGRITY. There is appropriated from the general fund of the 13 state to the department of health and human services for the 14 fiscal year beginning July 1, 2024, and ending June 30, 2025, 15 the following amount, or so much thereof as is necessary, to be 16 used for the purposes designated: 17 For accountability, compliance, and program integrity, 18 including salaries, support, maintenance, and miscellaneous 19 purposes: 20 \$ 22,356,598 21 1. Of the funds appropriated in this section, \$200,000 shall 22 be transferred to and deposited in the Iowa ABLE savings plan 23 trust administrative fund created in section 12I.4, to be used 24 for implementation and administration activities of the Iowa 25 ABLE savings plan trust. 26 2. Of the funds appropriated in this section, \$2,602,312 27 shall be used for foster care review and the court appointed 28 special advocate program, including for salaries, support, 29 maintenance, and miscellaneous purposes. 30 3. Of the funds appropriated in this section, \$1,148,959 31 shall be used for the office of long-term care ombudsman 32 for salaries, support, administration, maintenance, and 33 miscellaneous purposes. 4. For the fiscal year beginning July 1, 2024, and ending 34 35 June 30, 2025, the department of health and human services

> HF 2698.4378 (2) 90 -22- pf/ko

1 may utilize the funds appropriated from the general fund of 2 the state to the department under this Act for up to 4,156.00 3 full-time equivalent positions. The department shall report to 4 the general assembly by December 15, 2024, the distribution of 5 the approved number of full-time equivalent positions across 6 the organizational divisions of the department. 7 DIVISION X 8 AUTISM SUPPORT FUND Sec. 20. AUTISM SUPPORT FUND - APPROPRIATION. 9 10 Notwithstanding any provision to the contrary under section 11 225D.2, there is appropriated from the autism support fund 12 created in section 225D.2 to the department of health and human 13 services for the fiscal year beginning July 1, 2024, and ending 14 June 30, 2025, the following amount, or so much thereof as is 15 necessary, for the purposes designated: 16 For allocation to a nonprofit agency that provides expert 17 care for children with medical complexity as infrastructure 18 funding to expand its facilities to provide behavioral analysis 19 treatment for eligible individuals: 20 750,000\$ 21 DIVISION XI 22 DEPARTMENT OF HEALTH AND HUMAN SERVICES TRANSFERS, CASHFLOW, 23 AND NONREVERSIONS 24 Sec. 21. DEPARTMENT OF HEALTH AND HUMAN SERVICES TRANSFERS 25 AND CASHFLOW. 26 The department of health and human services may transfer 1. 27 funds appropriated in this Act to support continuing alignment 28 efforts, to maximize federal support in accordance with the 29 department's federal costs allocation plan, and for resources 30 necessary to implement and administer the services for which 31 funds are provided. The department shall report any transfers 32 made pursuant to this subsection to the general assembly. 33 2. If the savings to the appropriations made for the 34 Medicaid program from ongoing cost management efforts exceed 35 the associated costs for the fiscal year, the department may

> HF 2698.4378 (2) 90 -23- pf/ko

1 transfer any savings generated for the fiscal year due to cost 2 management efforts to the appropriations made in this Act for 3 health program operations or for accountability, compliance, 4 and program integrity to defray the costs associated with 5 implementation of the cost management efforts.

6 3. The department may transfer funds appropriated for 7 child protective services to pay the nonfederal share costs of 8 services reimbursed under the medical assistance program, state 9 child care assistance program, or the family investment program 10 which are provided to children who would otherwise receive 11 services paid under the appropriation for child protective 12 services.

13 4. The department may transfer funds from the temporary 14 assistance for needy families block grant to the federal social 15 services block grant appropriation, and to the child care and 16 development block grant appropriation, in accordance with 17 federal law.

5. 18 To the extent the department determines that moneys 19 appropriated under this Act or allocated for a specific purpose 20 under the Act will remain unencumbered or unobligated at the 21 close of the fiscal year, such unencumbered or unobligated 22 moneys may be used in the same fiscal year for any other 23 purpose for which the moneys appropriated may be used, or for 24 any other allocation within the same appropriation. 25 6. To the extent the department determines that moneys 26 appropriated under this Act will remain unencumbered or 27 unobligated at the close of the fiscal year or that services 28 will not be impacted, the department may utilize up to 29 \$3,000,000 of such unencumbered or unobligated moneys 30 appropriated to develop and support the thrive Iowa program, 31 a closed-loop referral system utilizing a navigator model, 32 that acts as the connection point to link Iowans on an 33 individualized path to prosperity and self-sufficiency to 34 available resources in all sectors of the community. Sec. 22. DEPARTMENT OF HEALTH AND HUMAN SERVICES 35

> HF 2698.4378 (2) 90 -24- pf/ko

1 NONREVERSIONS.

1. Notwithstanding section 8.33, moneys appropriated from the general fund of the state and the temporary assistance for needy families block grant to the department of health and human services for the fiscal year beginning July 1, 2024, and ending June 30, 2025, for the purposes of the FaDSS grant program that remain unencumbered or unobligated at the close of the fiscal year shall not revert, but shall remain available for expenditure for the purposes designated until the close of the succeeding fiscal year.

11 2. Notwithstanding section 8.33, of the moneys appropriated 12 from the general fund of the state, the quality assurance trust 13 fund, and the hospital health care access trust fund to the 14 department of health and human services for the fiscal year 15 beginning July 1, 2024, and ending June 30, 2025, for the 16 purposes of the medical assistance program, the amount that is 17 in excess of actual expenditures for the medical assistance 18 program that remains unencumbered or unobligated at the close 19 of the fiscal year shall not revert, but shall remain available 20 for expenditure for the medical assistance program until the 21 close of the succeeding fiscal year.

3. Notwithstanding section 8.33, and notwithstanding the nonreversion amount limitation specified in section 222.92, woneys appropriated from the general fund of the state to the department of health and human services for the fiscal year beginning July 1, 2024, and ending June 30, 2025, for the purposes of state specialty care that remain unencumbered or unobligated at the close of the fiscal year shall not revert, but shall remain available for expenditure for the purposes designated for subsequent fiscal years.

31 4. Notwithstanding section 8.33, moneys appropriated from 32 the general fund of the state to the department of health and 33 human services for the fiscal year beginning July 1, 2024, 34 and ending June 30, 2025, for the commission on volunteer 35 service for purposes of the Iowa state commission grant program

> HF 2698.4378 (2) 90 -25- pf/ko

1 that remain unencumbered or unobligated at the close of the 2 fiscal year shall not revert, but shall remain available for 3 expenditure for the purposes designated for subsequent fiscal 4 years.

5 5. Notwithstanding section 8.33, moneys appropriated from 6 the general fund of the state to the department of health and 7 human services for the fiscal year beginning July 1, 2024, 8 and ending June 30, 2025, and allocated for rural psychiatric 9 residencies to annually fund eight psychiatric residents who 10 will provide mental health services to underserved areas of the 11 state that remain unencumbered or unobligated at the close of 12 the fiscal year shall not revert, but shall remain available 13 for expenditure for the purposes designated until the close of 14 the succeeding fiscal year.

15 6. Notwithstanding section 8.33, moneys appropriated from 16 the general fund of the state to the department of health and 17 human services for the fiscal year beginning July 1, 2024, 18 and ending June 30, 2025, and allocated for adoption subsidy 19 payments and related costs or for post-adoption services 20 and related allowable purposes that remain unencumbered or 21 unobligated at the close of the fiscal year shall not revert, 22 but shall remain available for expenditure for the purposes 23 designated until the close of the succeeding fiscal year. 24 DIVISION XII 25 HEALTH AND HUMAN SERVICES - PRIOR APPROPRIATIONS AND OTHER 26 PROVISIONS - FY 2022-2023 RURAL PSYCHIATRIC RESIDENCIES 27

28 Sec. 23. 2022 Iowa Acts, chapter 1131, section 3, subsection 29 4, paragraph j, is amended to read as follows:

j. Of the funds appropriated in this subsection, \$800,000
shall be used for rural psychiatric residencies to support the
annual creation and training of six eight psychiatric residents
who will provide mental health services in underserved areas of
the state. Notwithstanding section 8.33, moneys that remain
unencumbered or unobligated at the close of the fiscal year

HF 2698.4378 (2) 90 -26- pf/ko

1 shall not revert but shall remain available for expenditure for 2 the purposes designated for subsequent fiscal years. 3 FAMILY INVESTMENT PROGRAM 4 Sec. 24. 2022 Iowa Acts, chapter 1131, section 9, subsection 5 7, as enacted by 2023 Iowa Acts, chapter 112, section 41, is 6 amended to read as follows: 7. Notwithstanding section 8.33, moneys appropriated in 7 8 this section that remain unencumbered or unobligated at the 9 close of the fiscal year shall not revert but shall remain 10 available for the purposes designated, or may be transferred to 11 other appropriations in this division of this Act or used as 12 necessary to enhance agency accountability, program integrity, 13 compliance, and efficiency, until the close of the succeeding 14 fiscal year. 15 Sec. 25. EFFECTIVE DATE. This division of this Act, being 16 deemed of immediate importance, takes effect upon enactment. Sec. 26. RETROACTIVE APPLICABILITY. This division of this 17 18 Act applies retroactively to July 1, 2022. 19 DIVISION XIII 20 HEALTH AND HUMAN SERVICES - PRIOR APPROPRIATIONS AND OTHER 21 PROVISIONS - FY 2023-2024 22 OFFICE OF PUBLIC GUARDIAN 23 Sec. 27. 2023 Iowa Acts, chapter 112, section 3, is amended 24 by adding the following new subsection: 25 NEW SUBSECTION. 7. Notwithstanding section 8.33, 26 moneys appropriated in this section for the state office of 27 public quardian established under chapter 231E that remain 28 unencumbered or unobligated at the close of the fiscal year 29 shall not revert but shall remain available for the purposes 30 designated until the close of the succeeding fiscal year. 31 AUDIOLOGICAL SERVICES 32 2023 Iowa Acts, chapter 112, section 5, subsection Sec. 28. 33 2, paragraph e, is amended to read as follows: 34 e. Of the funds appropriated in this subsection, \$156,000 35 shall be used to provide audiological services and hearing aids

> HF 2698.4378 (2) 90 -27- pf/ko

1 for children. Notwithstanding section 8.33, moneys allocated 2 in this paragraph that remain unencumbered or unobligated at 3 the close of the fiscal year shall not revert but shall remain 4 available for the purposes designated until the close of the 5 succeeding fiscal year. 6 RURAL PSYCHIATRIC RESIDENCIES 7 Sec. 29. 2023 Iowa Acts, chapter 112, section 5, subsection 8 4, paragraph j, is amended to read as follows: 9 j. Of the funds appropriated in this subsection, \$800,000 10 shall be used for rural psychiatric residencies to annually 11 fund six eight psychiatric residents who will provide 12 mental health services in underserved areas of the state. 13 Notwithstanding section 8.33, moneys that remain unencumbered 14 or unobligated at the close of the fiscal year shall not revert 15 but shall remain available for expenditure for the purposes 16 designated for subsequent fiscal years. CHILD AND FAMILY SERVICES - CHILD PROTECTIVE SERVICES 17 18 Sec. 30. 2023 Iowa Acts, chapter 112, section 7, subsection 19 7, is amended to read as follows: 20 7. For child and family protective services: 21 22 35,380,654 23 Of the funds appropriated in this subsection, up to 24 \$3,000,000 shall be used for the kinship caregiver stipend 25 program. 26 FAMILY INVESTMENT PROGRAM 27 2023 Iowa Acts, chapter 112, section 9, is amended Sec. 31. 28 by adding the following new subsection: 29 NEW SUBSECTION. 7. Notwithstanding section 8.33, moneys 30 appropriated in this section that remain unencumbered or 31 unobligated at the close of the fiscal year shall not revert 32 but shall remain available for the purposes designated, or may 33 be transferred to other appropriations in this division of this 34 Act or used as necessary to enhance agency accountability, 35 program integrity, compliance, and efficiency, until the close

> HF 2698.4378 (2) 90 -28- pf/ko

1 of the succeeding fiscal year.

2 CHILD CARE ASSISTANCE 3 Sec. 32. 2023 Iowa Acts, chapter 112, section 17, subsection 4 8, is amended to read as follows: 5 8. Notwithstanding section 8.33, moneys advanced for 6 purposes of the programs developed by early childhood Iowa 7 areas, advanced for purposes of wraparound child care, or 8 received from the federal appropriations made for the purposes 9 of appropriated in this section that remain unencumbered or 10 unobligated at the close of the fiscal year shall not revert 11 to any fund but shall remain available for expenditure for the 12 purposes designated until the close of the succeeding fiscal 13 year. 14 CHILD AND FAMILY SERVICES 15 Sec. 33. 2023 Iowa Acts, chapter 112, section 19, is amended 16 by adding the following new subsection: 23. Notwithstanding section 8.33, moneys 17 NEW SUBSECTION. 18 appropriated in this section that remain unencumbered or 19 unobligated at the close of the fiscal year shall not revert 20 but shall remain available for the purposes designated until 21 the close of the succeeding fiscal year. ADOPTION SUBSIDY - QUALIFIED RESIDENTIAL TREATMENT PROVIDERS 22 23 - PMIC PROVIDER 24 Sec. 34. 2023 Iowa Acts, chapter 112, section 20, subsection 25 4, is amended to read as follows: 26 4. Notwithstanding section 8.33, moneys appropriated in 27 this section that remain unencumbered or unobligated at the 28 close of the fiscal year shall not revert but shall remain 29 available for the purposes designated; and may be used for 30 child protective services qualified residential treatment 31 provider rates and security enhancements; and up to \$3,000,000 32 may be used by the department, notwithstanding any provision 33 of law to the contrary regarding competitive bidding, to enter 34 into a sole source contract with a nonprofit provider founded 35 in 1912, with centers in 11 states that provide a comprehensive

1 behavioral health network of clinical, therapeutic, education, 2 and employment programs and services, for renovation or 3 purchase of a facility for use as a psychiatric medical 4 institution for children, until the close of the succeeding 5 fiscal year. FIELD OPERATIONS 6 7 Sec. 35. 2023 Iowa Acts, chapter 112, section 26, is amended 8 by adding the following new subsection: 9 NEW SUBSECTION. 4. Notwithstanding section 8.33, moneys 10 appropriated in this section that remain unencumbered or 11 unobligated at the close of the fiscal year shall not revert 12 but shall remain available for the purposes designated until 13 the close of the succeeding fiscal year. 14 GENERAL ADMINISTRATION - MORE OPTIONS FOR MATERNAL SUPPORT 15 PROGRAM Sec. 36. 2023 Iowa Acts, chapter 112, section 27, subsection 16 17 8, is amended to read as follows: 8. Of the funds appropriated under this section, \$1,000,000 18 19 shall be used for the purposes of program administration and 20 provision of pregnancy support services through the more 21 options for maternal support program in accordance with section 22 217.41C. Notwithstanding section 8.33, moneys allocated in 23 this subsection that remain unencumbered or unobligated at the 24 close of the fiscal year shall not revert but shall remain 25 available for the purposes designated until the close of the 26 succeeding fiscal year. 27 LOW-INCOME HOME ENERGY ASSISTANCE PROGRAM ADMINISTRATIVE 28 ALLOCATION - FEDERAL BLOCK GRANT 29 Sec. 37. 2023 Iowa Acts, chapter 161, section 10, subsection 30 3, is amended to read as follows: 3. After subtracting the allocation in subsection 2, up to 31 32 ± 0 no less than 8.4 percent of the remaining moneys for each 33 federal fiscal year are allocated for administrative expenses 34 of low-income home energy assistance program contractors and 35 up to 1.6 percent of the remaining moneys for each fiscal year

1 are allocated for the administrative expenses of the department 2 of health and human services under the low-income home energy 3 assistance program of which \$377,000 is allocated each federal 4 fiscal year for administrative expenses of the department of 5 health and human services. The costs of auditing the use and 6 administration of the portion of the appropriation in this 7 section that is retained by the state shall be paid from the 8 amount allocated in this subsection each federal fiscal year to 9 the department of health and human services. The auditor of 10 state shall bill the department of health and human services 11 for the audit costs. Sec. 38. EFFECTIVE DATE. This division of this Act, being 12 13 deemed of immediate importance, takes effect upon enactment. 14 Sec. 39. RETROACTIVE APPLICABILITY. This division of this 15 Act applies retroactively to July 1, 2023. 16 DIVISION XIV 17 REPORT ON NONREVERSION OF FUNDS Sec. 40. REPORT ON NONREVERSION OF FUNDS. The department 18 19 of health and human services shall report the expenditure of 20 any moneys for which nonreversion authorization was provided 21 for the fiscal year beginning July 1, 2023, and ending June 30, 22 2024, to the general assembly on a quarterly basis beginning 23 October 1, 2024. 24 DIVISION XV 25 EMERGENCY RULES AND REPORTS 26 Sec. 41. EMERGENCY RULES. 27 If necessary to comply with federal requirements 1. 28 including time frames, or if specifically authorized by a 29 provision of this Act, the department of health and human 30 services or the mental health and disability services 31 commission shall adopt administrative rules under section 32 17A.4, subsection 3, and section 17A.5, subsection 2, paragraph 33 "b", to implement the applicable provisions of this Act. The 34 rules shall be effective immediately upon filing unless a 35 later date is specified in the rules. Any rules adopted in

> HF 2698.4378 (2) 90 -31- pf/ko

1 accordance with this section shall also be published as a 2 notice of intended action as provided in section 17A.4. 2. If during a fiscal year, the department of health and 3 4 human services is adopting rules in accordance with this 5 section or as otherwise directed or authorized by state 6 law, and the rules will result in an expenditure increase 7 beyond the amount anticipated in the budget process or if the 8 expenditure was not addressed in the budget process for the 9 fiscal year, the department shall notify the general assembly 10 and the department of management concerning the rules and the 11 expenditure increase. The notification shall be provided at 12 least thirty calendar days prior to the date notice of the 13 rules is submitted to the administrative rules coordinator and 14 the administrative code editor.

15 Sec. 42. REPORTS. Unless otherwise provided, any reports or 16 other information required to be compiled and submitted under 17 this Act during the fiscal year beginning July 1, 2024, shall 18 be submitted on or before the date specified for submission of 19 the reports or information.

DIVISION XVI

20 21

CODIFIED PROVISIONS

22 PERSONAL NEEDS ALLOWANCE FOR FACILITIES UNDER MEDICAID
23 Sec. 43. Section 249A.30A, Code 2024, is amended to read as
24 follows:

25 249A.30A Medical assistance — personal needs allowance.
26 1. The personal needs allowance under the medical

26 <u>1.</u> The personal needs allowance under the medical 27 assistance program, which may be retained by a person who is a 28 resident of a nursing facility, an intermediate care facility 29 for persons with an intellectual disability, or an intermediate 30 care facility for persons with mental illness, as defined in 31 section 135C.1, or a person who is a resident of a psychiatric 32 medical institution for children as defined in section 135H.1, 33 shall be fifty dollars per month.

34 <u>2.</u> A resident who has income of less than fifty dollars 35 per month shall receive a supplement from the state in the

> HF 2698.4378 (2) 90 -32- pf/ko

1 amount necessary to receive a personal needs allowance of fifty 2 dollars per month, if funding is specifically appropriated for 3 this purpose. The general assembly shall annually appropriate 4 a sufficient amount from the general fund of the state to the 5 department of health and human services for this purpose.

6 7

REPLACEMENT GENERATION TAX REVENUES Sec. 44. Section 437A.8, subsection 4, paragraph d, Code 8 2024, is amended to read as follows:

9 d. Notwithstanding paragraph a^{\prime} , a taxpayer who owns 10 or leases a new electric power generating plant and who has 11 no other operating property in the state of Iowa except for 12 operating property directly serving the new electric power 13 generating plant as described in section 437A.16 shall pay 14 the replacement generation tax associated with the allocation 15 of the local amount to the county treasurer of the county in 16 which the local amount is located and shall remit the remaining 17 replacement generation tax, if any, to the director according 18 to paragraph "a" for remittance of the tax to county treasurers. 19 The director shall notify each taxpayer on or before August 31 20 following a tax year of its remaining replacement generation 21 tax to be remitted to the director. All remaining replacement 22 generation tax revenues received by the director shall be 23 deposited in the property tax relief fund created in section 24 426B.1, and shall be distributed as provided in section 426B.2 25 appropriated annually to the department of health and human 26 services to supplement any appropriation made for medical 27 assistance.

28 If a taxpayer has paid an amount of replacement tax, 29 penalty, or interest which was deposited into the property 30 tax relief fund appropriated to the department of health and 31 human services under this paragraph and which was not due, all 32 of the provisions of section 437A.14, subsection 1, paragraph 33 "b", shall apply with regard to any claim for refund or credit 34 filed by the taxpayer. The director shall have sole discretion 35 as to whether the erroneous payment will be refunded to the

taxpayer or credited against any replacement tax due, or to
 become due, from the taxpayer that would be subject to deposit
 in the property tax relief fund appropriated to the department
 of health and human services under this paragraph.

5 Sec. 45. Section 437A.15, subsection 3, paragraph f, Code 6 2024, is amended to read as follows:

f. Notwithstanding the provisions of this section, if 7 8 a taxpayer is a municipal utility or a municipal owner of 9 an electric power facility financed under the provisions 10 of chapter 28F or 476A, the assessed value, other than the 11 local amount, of a new electric power generating plant shall 12 be allocated to each taxing district in which the municipal 13 utility or municipal owner is serving customers and has 14 electric meters in operation in the ratio that the number of 15 operating electric meters of the municipal utility or municipal 16 owner located in the taxing district bears to the total number 17 of operating electric meters of the municipal utility or 18 municipal owner in the state as of January 1 of the tax year. 19 If the municipal utility or municipal owner of an electric 20 power facility financed under the provisions of chapter 28F 21 or 476A has a new electric power generating plant but the 22 municipal utility or municipal owner has no operating electric 23 meters in this state, the municipal utility or municipal owner 24 shall pay the replacement generation tax associated with the 25 new electric power generating plant allocation of the local 26 amount to the county treasurer of the county in which the local 27 amount is located and shall remit the remaining replacement 28 generation tax, if any, to the director at the times contained 29 in section 437A.8, subsection 4, for remittance of the tax to 30 the county treasurers. All remaining replacement generation 31 tax revenues received by the director shall be deposited in 32 the property tax relief fund created in section 426B.1, and 33 shall be distributed as provided in section 426B.2 appropriated 34 annually to the department of health and human services to 35 supplement any appropriation made for medical assistance.

> HF 2698.4378 (2) 90 -34- pf/ko

1 PERSONAL NEEDS ALLOWANCE FOR STATE SUPPLEMENTARY ASSISTANCE

249.9A Personal needs allowance.

Sec. 46. NEW SECTION.

2

3 1. The department shall increase the personal needs 4 allowance for residents of residential care facilities by the 5 same percentage and at the same time as federal supplemental 6 security income and federal social security benefits are 7 increased due to a recognized increase in the cost of living.

8 2. If during a fiscal year, the department projects that 9 state supplementary assistance expenditures for a calendar year 10 will not meet the federal pass-through requirement specified 11 in Tit. XVI of the federal Social Security Act, section 1618, 12 as codified in 42 U.S.C. §1382g, the department may take 13 actions including but not limited to increasing the personal 14 needs allowance for residential care facility residents 15 and making programmatic adjustments or upward adjustments 16 of the residential care facility or in-home health-related 17 care reimbursement rates to ensure compliance with federal 18 requirements. In addition, the department may make other 19 programmatic and rate adjustments necessary to remain within 20 the funds appropriated for a fiscal year while ensuring 21 compliance with federal requirements.

3. The department may adopt emergency rules under section 17A.4, subsection 3, and section 17A.5, subsection 2, paragraph 24 "b", to implement the provisions of this section and the rules shall be effective immediately upon filing unless a later date is specified in the rules. Any rules adopted in accordance with this section shall also be published as a notice of intended action as provided in section 17A.4.

29 MEDICAID FRAUD FUND AND HEALTH CARE TRUST FUND 30 Sec. 47. Section 249A.50, subsection 3, Code 2024, is 31 amended to read as follows:

32 3. *a*. A Medicaid fraud fund is created in the state 33 treasury under the authority of the department of inspections, 34 appeals, and licensing. Moneys from penalties, investigative 35 costs recouped by the Medicaid fraud control unit, and other

> HF 2698.4378 (2) 90 -35- pf/ko

1 amounts received as a result of prosecutions involving

2 the department of inspections, appeals, and licensing

3 investigations and audits to ensure compliance with the medical 4 assistance program that are not credited to the program shall 5 be credited to the fund.

6 b. Notwithstanding section 8.33, moneys credited to the 7 fund from any other account or fund shall not revert to the 8 other account or fund. Moneys in the fund shall only be used as 9 provided in appropriations from the fund and shall be used in 10 accordance with applicable laws, regulations, and the policies 11 of the office of inspector general of the United States 12 department of health and human services.

13 <u>c.</u> Any funds remaining in the Medicaid fraud fund at the 14 close of a fiscal year are appropriated to the department of 15 health and human services to supplement any medical assistance 16 program appropriation for the same fiscal year to be used 17 for medical assistance reimbursement and associated costs, 18 including program administration and costs associated with

19 program implementation.

20 *e. d.* For the purposes of this subsection, "*investigative* 21 *costs*" means the reasonable value of a Medicaid fraud control 22 unit investigator's, auditor's or employee's time, any moneys 23 expended by the Medicaid fraud control unit, and the reasonable 24 fair market value of resources used or expended by the Medicaid 25 fraud control unit in a case resulting in a criminal conviction 26 of a provider under this chapter or chapter 714 or 715A.

27 Sec. 48. Section 453A.35A, Code 2024, is amended to read as 28 follows:

29 453A.35A Health care trust fund <u>— appropriation to Medicaid</u> 30 program.

31 1. A health care trust fund is created in the office of 32 the treasurer of state. The fund consists of the revenues 33 generated from the tax on cigarettes pursuant to section 34 453A.6, subsection 1, and from the tax on tobacco products 35 as specified in section 453A.43, subsections 1, 2, 3, and 4,

> HF 2698.4378 (2) 90 -36- pf/ko

1 that are credited to the health care trust fund, annually, 2 pursuant to section 453A.35. Moneys in the fund shall be 3 separate from the general fund of the state and shall not be 4 considered part of the general fund of the state. However, the 5 fund shall be considered a special account for the purposes 6 of section 8.53 relating to generally accepted accounting 7 principles. Moneys in the fund shall be used only as specified 8 in this section and shall be appropriated only for the uses 9 specified. Moneys in the fund are not subject to section 8.33 10 and shall not be transferred, used, obligated, appropriated, 11 or otherwise encumbered, except as provided in this section. 12 Notwithstanding section 12C.7, subsection 2, interest or 13 earnings on moneys deposited in the fund shall be credited to 14 the fund.

15 2. Moneys in the fund shall be used only for purposes 16 related to health care, substance use disorder treatment and 17 prevention, and tobacco use prevention, cessation, and control. 18 <u>3. Any funds remaining in the health care trust fund at the</u> 19 close of a fiscal year are appropriated to the department of 20 health and human services to supplement any medical assistance 21 program appropriation for the same fiscal year to be used 22 for medical assistance reimbursement and associated costs, 23 including program administration and costs associated with 24 program implementation.

MENTAL HEALTH INSTITUTES — RETAINING OF REVENUE
 Sec. 49. <u>NEW SECTION</u>. 218.97 Retaining of revenue by mental
 health institutes.

Notwithstanding sections 218.78 and 249A.11, any revenue received from the state mental health institute at Cherokee or the state mental health institute at Independence pursuant to 142 C.F.R. §438.6(e) may be retained and expended by the mental health institute.

RESIDENTS OF MENTAL HEALTH INSTITUTES — RETAINING MEDICAID
 ELIGIBILITY

35 Sec. 50. NEW SECTION. 249A.38A Residents of mental health

HF 2698.4378 (2) 90 -37- pf/ko

1 institutes — retaining of Medicaid eligibility.

2 Notwithstanding any provision of law to the contrary, 3 a Medicaid recipient residing at the state mental health 4 institute at Cherokee or the state mental health institute 5 at Independence shall retain Medicaid eligibility during the 6 period of the Medicaid recipient's stay for which federal 7 financial participation is available.

8 STATE RESOURCE CENTERS — SCOPE OF SERVICES 9 Sec. 51. <u>NEW SECTION</u>. 218.97A State resource centers — 10 scope of services approach — time-limited assessment and respite 11 services.

12 1. The department may continue to bill for state resource 13 center services utilizing a scope of services approach used for 14 private providers of intermediate care facilities for persons 15 with an intellectual disability services, in a manner which 16 does not shift costs between the medical assistance program, 17 mental health and disability services regions, or other sources 18 of funding for the state resource centers.

The state resource centers may expand the time-limited
 assessment and respite services during a fiscal year.

JUVENILE DETENTION HOME FUND — APPROPRIATION Sec. 52. Section 232.142, Code 2024, is amended to read as follows:

24 232.142 Maintenance and cost of juvenile homes — fund — 25 appropriation of moneys in fund.

26 1. County boards of supervisors which singly or in 27 conjunction with one or more other counties provide and 28 maintain juvenile detention and juvenile shelter care homes are 29 subject to this section.

2. For the purpose of providing and maintaining a county 31 or multicounty home, the board of supervisors of any county 32 may issue general county purpose bonds in accordance with 33 sections 331.441 through 331.449. Expenses for providing and 34 maintaining a multicounty home shall be paid by the counties 35 participating in a manner to be determined by the boards of

> HF 2698.4378 (2) 90 -38- pf/ko

l supervisors.

2 3. A county or multicounty juvenile detention home approved 3 pursuant to this section shall receive financial aid from the 4 state in a manner approved by the director. Aid paid by the 5 state shall be at least ten percent and not more than fifty 6 percent of the total cost of the establishment, improvements, 7 operation, and maintenance of the home.

8 4. The director shall adopt minimal rules and standards for 9 the establishment, maintenance, and operation of such homes as 10 shall be necessary to effect the purposes of this chapter. The 11 rules shall apply the requirements of section 237.8, concerning 12 employment and evaluation of persons with direct responsibility 13 for a child or with access to a child when the child is 14 alone and persons residing in a child foster care facility, 15 to persons employed by, residing in, or volunteering for a 16 home approved under this section. The director shall, upon 17 request, give guidance and consultation in the establishment 18 and administration of the homes and programs for the homes. 19 5. The director shall approve annually all such homes 20 established and maintained under the provisions of this 21 chapter. A home shall not be approved unless it complies with 22 minimal rules and standards adopted by the director and has 23 been inspected by the department of inspections, appeals, and 24 licensing. The statewide number of beds in the homes approved 25 by the director shall not exceed two hundred seventy-two beds 26 beginning July 1, 2017.

6. <u>a.</u> A juvenile detention home fund is created in the state treasury under the authority of the department. The fund shall consist of moneys deposited in the fund pursuant to section 602.8108. The moneys in the fund shall be used for the costs of the establishment, improvement, operation, and maintenance of county or multicounty juvenile detention homes in accordance with <u>annual appropriations made by the general</u> <u>assembly from the fund for these purposes this subsection</u>. b. (1) Moneys deposited in the juvenile detention home

> HF 2698.4378 (2) 90 -39- pf/ko

1 fund during a fiscal year are appropriated to the department 2 for the same fiscal year for distribution of an amount equal to 3 a percentage of the costs of the establishment, improvement, 4 operation, and maintenance of county or multicounty juvenile 5 detention homes in the prior fiscal year. Such percentage 6 shall be determined by the department based on the amount 7 available for distribution from the fund. 8 (2) Moneys appropriated for distribution in accordance with 9 this subsection shall be allocated among eligible detention 10 homes, prorated on the basis of an eligible detention home's 11 proportion of the costs of all eligible detention homes in the 12 prior fiscal year. 13 FAMILY INVESTMENT PROGRAM ACCOUNT ELIMINATION 14 Section 239B.11, Code 2024, is amended to read as Sec. 53. 15 follows: 16 239B.11 Family investment program account - diversion 17 program subaccount — diversion program. 18 1. An account is established in the state treasury to 19 be known as the family investment program account under 20 control of the department to which shall be credited all funds 21 appropriated by the state for the payment of assistance and 22 JOBS program expenditures. All other moneys received at any 23 time for these purposes, including child support revenues, 24 shall be deposited into the account as provided by law. All 25 assistance and JOBS program expenditures under this chapter 26 shall be paid from the account. 27 2. a. A diversion program subaccount is created within 28 the family investment program account. The subaccount may be 29 used to provide incentives to divert a family's participation 30 in the family investment program if the family meets the 31 department's income eligibility requirements for the diversion 32 program. Incentives may be provided in the form of payment or 33 services to help a family to obtain or retain employment. The 34 diversion program subaccount may also be used for payments to 35 participants as necessary to cover the expenses of removing

> HF 2698.4378 (2) 90 -40- pf/ko

1 barriers to employment and to assist in stabilizing employment. 2 In addition, the diversion program subaccount may be used for 3 funding of services and payments for persons whose family 4 investment program eligibility has ended, in order to help the 5 persons to stabilize or improve their employment status. b. The A diversion program is created under the family 6 7 investment program. The program shall provide incentives 8 to divert a family's participation in or transition of 9 a family from the family investment program by helping a 10 participant obtain or retain employment, by removing barriers 11 to employment, by stabilizing a participant's employment, or 12 by improving a participant's employment status. The program 13 shall be implemented statewide in a manner that preserves local 14 flexibility in program design. The department shall assess and 15 screen individuals who would most likely benefit from diversion 16 program assistance. The department may shall adopt income 17 eligibility requirements and additional eligibility criteria 18 for the diversion program as necessary for compliance with 19 federal law and for screening those families who would be most 20 likely to become eligible for the family investment program if 21 diversion program incentives would were not be provided to the 22 families.

23 Sec. 54. Section 239B.14, subsection 2, Code 2024, is 24 amended to read as follows:

25 2. An individual who commits a fraudulent practice under 26 this section is personally liable for the amount of assistance 27 or other benefits fraudulently obtained. The amount of the 28 assistance or other benefits may be recovered from the offender 29 or the offender's estate in an action brought or by claim 30 filed in the name of the state and the recovered funds shall 31 be deposited in the family investment program account credited 32 to the appropriation to the department for community access 33 and eligibility to be used for the purposes of the family 34 investment program. The action or claim filed in the name of 35 the state shall not be considered an election of remedies to

> HF 2698.4378 (2) 90 -41- pf/ko

1 the exclusion of other remedies.

2 Sec. 55. Section 252B.27, subsection 1, Code 2024, is 3 amended to read as follows:

1. The director, within the limitations of the amount appropriated for child support services, or moneys transferred for this purpose from the family investment program account created in section 239B.11 appropriation to the department for community access and eligibility, may establish new positions and add employees to child support services if the director determines that both the current and additional employees together can reasonably be expected to maintain or increase net state revenue at or beyond the budgeted level for the fiscal year.

14 Sec. 56. TRANSITION PROVISION. All unencumbered and 15 unobligated moneys remaining on June 30, 2024, in the family 16 investment program account created in section 239B.11, are 17 appropriated to the department of health and human services for 18 community access and eligibility.

CHILD SUPPORT COLLECTION SERVICES CENTER REFUND ACCOUNT
 Sec. 57. Section 252B.13A, Code 2024, is amended by adding
 the following new subsection:

<u>NEW SUBSECTION</u>. 3. Support payments received by the collection services center shall be deposited in the collection services center refund account. The account shall be separate from the general fund of the state and shall not be considered part of the general fund of the state. The moneys deposited in the account are not subject to section 8.33 and shall not be transferred, used, obligated, appropriated, or otherwise encumbered except as provided for the purposes of this chapter. Notwithstanding section 12C.7, subsection 2, interest or earnings on moneys deposited in the account shall be credited to the account.

QUALITY ASSURANCE ASSESSMENT — PAYMENT PERIOD BASIS
 Sec. 58. Section 249L.3, subsection 2, Code 2024, is amended
 to read as follows:

HF 2698.4378 (2) 90 -42- pf/ko

42/59

2. The quality assurance assessment shall be paid by each
 nursing facility to the department on a quarterly basis, or
 <u>other schedule as determined by the department due to a nursing</u>
 <u>facility's noncompliance or based on an indication of a nursing</u>
 <u>facility's financial instability</u>, after the nursing facility's
 medical assistance payment rates are adjusted to include
 funds appropriated from the quality assurance trust fund for
 that purpose. The department shall prepare and distribute a
 form upon which nursing facilities shall calculate and report
 the quality assurance assessment. A nursing facility shall
 submit the completed form with the assessment amount no later
 than thirty days following the end of each calendar quarter
 assessment period.

14 CENTERS OF EXCELLENCE GRANT PROGRAM

15 Sec. 59. <u>NEW SECTION</u>. 135.194 Centers of excellence grant 16 program.

17 1. The department shall administer a centers of excellence
 18 grant program to encourage innovation and collaboration among
 19 regional health care providers in rural areas, based upon the
 20 results of a regional community needs assessment, in order
 21 to transform health care delivery that provides quality,
 22 sustainable care in meeting the needs of the local community.
 23 2. There is appropriated from the general fund of the

24 state to the department, beginning July 1, 2024, and for each 25 subsequent fiscal year, the sum of four hundred twenty-five 26 thousand dollars to award two program grants.

3. An applicant for a grant shall specify how the grant will keepended to accomplish the goals of the program and shall provide a detailed five-year sustainability plan prior to being awarded the grant.

31 4. Following receipt of a grant, a recipient shall submit 32 periodic reports as specified by the department to the governor 33 and the general assembly regarding the recipient's expenditure 34 of the grant and progress in accomplishing the program's goals. 35 ASSISTED LIVING PROGRAM — REVISED PAYMENT MODEL STUDY

> HF 2698.4378 (2) 90 -43- pf/ko

Sec. 60. ASSISTED LIVING PROGRAM — REVISED PAYMENT MODEL STUDY. The department of health and human services, in consultation with Medicaid provider associations and stakeholders, shall explore options for a revised payment model for reimbursement of assisted living programs that provide services to Medicaid recipients. The study shall include consideration of all sources of funding utilized by residents of assisted living programs. The department of health and human services shall report all options identified to the general assembly by December 1, 2024.

11 COUNTY COMMISSIONS OF VETERAN AFFAIRS — APPROPRIATION 12 Sec. 61. Section 35A.16, subsection 1, paragraph b, Code 13 2024, is amended to read as follows:

14 b. There is appropriated from the general fund of the state 15 to the department, for the fiscal year beginning July 1, 2009, 16 and for each subsequent fiscal year, the sum of one million 17 <u>nine hundred ninety thousand</u> dollars to be credited to the 18 county commissions of veteran affairs fund.

19 FOSTER CARE — RELATIVE OR FICTIVE KIN 20 Sec. 62. Section 234.39, subsection 2, Code 2024, is amended 21 to read as follows:

2. <u>a.</u> A person entitled to periodic support payments
 23 pursuant to an order or judgment entered in any action for
 24 support, who also is or has a child receiving foster care
 25 services, is deemed to have assigned to the department
 26 current and accruing support payments attributable to the
 27 child effective as of the date the child enters foster care
 28 placement, to the extent of expenditure of foster care funds.
 29 The department shall notify the clerk of the district court
 30 when a child entitled to support payments is receiving foster
 31 care services pursuant to chapter 234. Upon notification
 32 by the department that a child entitled to periodic support
 33 payments is receiving foster care services, the clerk of
 34 the district court shall make a notation of the automatic
 35 assignment in the judgment docket and lien index. The notation

HF 2698.4378 (2) 90 -44- pf/ko

1 constitutes constructive notice of assignment. The clerk of 2 court shall furnish the department with copies of all orders 3 and decrees awarding support when the child is receiving 4 foster care services. At the time the child ceases to receive 5 foster care services, the assignment of support shall be 6 automatically terminated. Unpaid support accrued under the 7 assignment of support rights during the time that the child was 8 in foster care remains due to the department up to the amount 9 of unreimbursed foster care funds expended. The department 10 shall notify the clerk of court of the automatic termination 11 of the assignment. Unless otherwise specified in the support 12 order, an equal and proportionate share of any child support 13 awarded shall be presumed to be payable on behalf of each child 14 subject to the order or judgment for purposes of an assignment 15 under this section. 16 b. This subsection shall not apply when a child is placed 17 with a relative or fictive kin as those terms are defined in 18 section 232.2, who is not licensed under chapter 237 to provide 19 child foster care. 20 DIVISION XVII 21 HEALTH CARE EMPLOYMENT AGENCIES AND HEALTH CARE TECHNOLOGY 22 PLATFORMS 23 Section 135Q.1, Code 2024, is amended to read as Sec. 63. 24 follows: 25 135Q.1 Definitions. 26 As used in this chapter, unless the context otherwise 27 requires: 1. "Affiliate" means an entity that directly or indirectly 28 29 is controlled with or by, or is under the common control with, 30 a health care entity. For the purposes of this subsection, 31 "control" means the same as defined in section 423.3, subsection 32 92, paragraph "e". 33 1. 2. "Department" means the department of inspections, 34 appeals, and licensing. 2. 3. a. "Health care employment agency" or "agency" 35

45/59

1 means an agency that contracts with a health care entity

2 in this state to provide agency workers for temporary or 3 temporary-to-hire employee placements.

b. Health care employment agency does not include a health
<u>care entity or an affiliate of a health care entity when acting</u>
<u>as a health care employment agency for the sole purpose of</u>
<u>providing agency workers to the health care entity itself or to</u>
an affiliate of the health care entity.

9 <u>c. "Health care employment agency"</u> does not include a health 10 care technology platform.

11 3. <u>4.</u> "Health care employment agency worker" or "agency 12 worker" means an individual who contracts with or is employed by 13 a health care employment agency to provide nursing services to 14 health care entity consumers.

15 4. <u>5.</u> "Health care entity" means a facility, agency, or 16 program licensed or certified by the department or by the 17 centers for Medicare and Medicaid services of the United States 18 department of health and human services.

6. "Health care technology platform" or "platform" includes 19 20 an individual, a trust, a partnership, a corporation, a limited 21 liability partnership or company, or any other business entity 22 that develops and operates, offers, or maintains a system or 23 technology that provides an internet-based or application-based 24 marketplace through which an independent nursing services 25 professional bids on open shifts posted by a health care entity 26 to provide nursing services for the health care entity. 7. *"Independent nursing services professional"* means a person 27 28 engaged as an independent contractor through a health care 29 technology platform to provide nursing services for a health 30 care entity. An independent nursing services professional 31 shall be considered an independent contractor provided the 32 independent nursing services professional in the independent 33 nursing services professional's sole discretion bids on open 34 shifts and chooses where, when, and how often to work.

35 <u>8. *"Individual agency worker category"* includes registered</u>

1 nurses, licensed practical nurses, certified nurse aides,

2 certified medication aides, home health aides, medication

3 managers, and noncertified or nonlicensed staff providing

4 personal care as defined in section 231C.2 who are health care

5 employment agency workers.

<u>9.</u> "Managing entity" means a business entity,
owner, ownership group, chief executive officer, program
administrator, director, or other decision maker whose
responsibilities include directing the management or policies
of a health care employment agency <u>or a health care technology</u>
<u>platform</u>. "Managing entity" includes an individual who,
directly or indirectly, holds a beneficial interest in a
corporation, partnership, or other business entity that
constitutes a managing entity.

15 6. 10. "Nursing services" means those services which may be 16 provided only by or under the supervision of a nurse. "Nursing 17 services" includes services performed by a registered nurse, a 18 licensed practical nurse, a certified nurse aide, a certified 19 medication aide, a home health aide, a medication manager, or 20 by noncertified or nonlicensed staff providing personal care 21 as defined in section 231C.2. "Nursing services" does not 22 include the practice of nursing by an advanced registered nurse 23 practitioner or an advanced practice registered nurse licensed 24 under chapter 152 or 152E.

<u>11. "Nursing services professionals</u>" includes registered
nurses, licensed practical nurses, certified nurse aides,
certified medication aides, home health aides, medication
managers, and noncertified or nonlicensed staff providing
personal care as defined in section 231C.2, who are not
health care employment agency workers but instead are employed
directly by or contract directly with a health care entity.
Sec. 64. Section 135Q.2, Code 2024, is amended to read as
follows:
135Q.2 Health care employment agency requirements —

35 registration — liability — penalties.

HF 2698.4378 (2) 90 -47- pf/ko 1 1. <u>a.</u> A health care employment agency operating in the 2 state shall register annually with the department. Each 3 separate location of a health care employment agency shall 4 register annually with and pay an annual registration fee of 5 five hundred dollars to the department. The department shall 6 issue each location a separate certification of registration 7 upon approval of registration and payment of the fee. The 8 annual registration fees shall be retained by the department as 9 repayment receipts as defined in section 8.2.

10 <u>b.</u> A health care employment agency that fails to register
11 with the department as required under this subsection shall be
12 prohibited from contracting with any health care entity in this
13 state.

14 2. A health care employment agency shall do all of the 15 following:

a. Ensure that agency workers comply with all applicable
requirements relating to the health requirements and
qualifications of personnel in health care entity settings. *b.* Document that each agency worker meets the minimum
licensing, certification, training, and health requirements
and the continuing education standards for the agency worker's
position in the health care entity setting.

23 c. Maintain records for each agency worker and report,
24 file, or otherwise provide any required documentation to
25 external parties or regulators which would otherwise be the
26 responsibility of the health care entity if the agency worker
27 was directly employed by the health care entity.

d. Maintain professional and general liability insurance coverage with minimum per occurrence coverage of one million dollars and aggregate coverage of three million dollars to insure against loss, damage, or expense incident to a claim arising out of the death or injury of any person as the result of negligence or malpractice in the provision of services by the agency or an agency worker.

35 3. a. A health care employment agency shall not do any of

HF 2698.4378 (2) 90 -48- pf/ko 1 the following:

2 (1) Restrict in any manner the employment opportunities3 of an agency worker by including a noncompete clause in any4 contract with an agency worker or health care entity.

5 (2) In any contract with an agency worker or health care 6 entity, require payment of liquidated damages, employment fees, 7 or other compensation if the agency worker is subsequently 8 hired as a permanent employee of the health care entity.

9 b. This subsection shall not apply to a contract between 10 a health care employment agency and an agency worker or a 11 health care entity if the contract meets all of the following 12 criteria:

13 (1) The contract is entered into for the purpose of placing 14 an agency worker the health care employment agency assisted in 15 obtaining authorization to work in the United States.

16 (2) The contract contains an initial duration term of 17 not less than twenty-four months and a total duration term, 18 including any renewals or extensions, of not more than 19 thirty-six months.

20 (3) The contract requires the agency worker to work for 21 a single health care entity for the entire duration of the 22 contract.

23 c. Any contract that violates this subsection shall be 24 unenforceable in court.

4. A health care employment agency shall submit a report to
the department on a quarterly basis for each health care entity
participating in Medicare or Medicaid with whom the agency
contracts that includes all of the following by provider type:
a. A detailed list of the average amount charged to the
health care entity for each individual agency worker category.
b. A detailed list of the average amount paid by the agency
to agency workers in each individual agency worker category.
5. a. A health care employment agency that violates

34 subsection 1 or subsection 2 is subject to denial or revocation
35 of registration for a period of one year and a monetary penalty

HF 2698.4378 (2) 90 -49- pf/ko 1 of five hundred dollars for a first offense and five thousand 2 dollars for each offense thereafter.

b. A health care employment agency that violates subsection
3 or that knowingly provides an agency worker who has an
5 illegally or fraudulently obtained or issued diploma,
6 registration, license, certification, or background check to
7 a health care entity is subject to immediate revocation of
8 registration. The department shall notify the agency thirty
9 days in advance of the date of such revocation.
10 c. (1) The managing entity of an agency for which
11 registration has been denied or revoked under this subsection
12 shall not be eligible to apply for or be granted registration
13 for another agency during the two-year period following the
14 date of the denial or revocation.

15 (2) The department shall not approve a new registration or renew an existing registration for any agency for which the managing entity is also the managing entity of an agency the for which registration has been denied or revoked during the two-year period in which registration of the violating agency is denied or revoked.

21 6. 5. The department shall establish a system for members 22 of the public to report complaints against an agency or 23 agency worker. The department shall investigate any complaint 24 received and shall report the department's findings to the 25 complaining party and the agency involved.

26 Sec. 65. <u>NEW SECTION</u>. 135Q.3 Health care technology 27 platform requirements — registration — liability.

1. a. A health care technology platform operating in the state shall register annually with the department and approve of the department of the department. The department shall issue each health care technology platform a certificate of registration upon approval of registration and payment of the fee. The annual registration fees shall be retained by the department as repayment receipts as defined in section 8.2.

> HF 2698.4378 (2) 90 -50- pf/ko

1 b. A health care technology platform that fails to register
2 with the department as required under this subsection shall be
3 prohibited from contracting with any health care entity in this
4 state.

5 c. A health care technology platform that allows independent 6 nursing services professionals to utilize the platform to bid 7 on open shifts is an authorized agency for purposes of access 8 to the single contact repository. A health care technology 9 platform shall rerun background checks for an independent 10 nursing services professional following two consecutive years 11 of inactivity on the platform by the independent nursing 12 services professional.

13 2. A health care technology platform shall verify that 14 an independent nursing services professional utilizing the 15 platform does all of the following:

16 a. Supplies documentation demonstrating that the independent 17 nursing services professional meets all applicable state 18 requirements and qualifications of personnel in a health care 19 entity setting.

20 b. Meets all applicable minimum state licensing and 21 certification requirements.

c. Maintains professional liability insurance coverage with the minimum per occurrence coverage of one million dollars and aggregate coverage of three million dollars to insure against loss, damage, or expense incident to a claim arising out of the death or injury of any person as the result of negligence or malpractice in the provision of services by the independent nursing services professional.

29 3. a. A health care technology platform shall not do any 30 of the following:

31 (1) Restrict in any manner the employment opportunities of 32 an independent nursing services professional by including a 33 noncompete clause in any contract with an independent nursing 34 services professional or health care entity.

35 (2) In any contract with an independent nursing services

HF 2698.4378 (2) 90 -51- pf/ko 1 professional or health care entity, require payment of

2 liquidated damages, employment fees, or other compensation if 3 the independent nursing services professional is subsequently 4 hired as a permanent employee or is engaged directly as a 5 contractor of the health care entity.

6 b. Any contract that violates this subsection shall be7 unenforceable in court.

8 4. The department shall establish a system for members 9 of the public to report complaints against a health care 10 technology platform or an independent nursing services 11 professional. The department shall investigate any complaint 12 received and shall report the department's findings to the 13 complaining party and the health care technology platform 14 involved.

15 Sec. 66. <u>NEW SECTION</u>. 135Q.4 Penalties — enforcement.
16 1. a. A health care employment agency that violates
17 section 135Q.2, subsection 1 or 4, is subject to an initial
18 monetary penalty of five thousand dollars and shall be provided
19 notification by the department and given a thirty-day grace
20 period in which to comply.

21 b. A health care employment agency that fails to comply 22 following the notification and within the thirty-day grace 23 period under paragraph "a", shall be subject to a monetary 24 penalty of twenty-five thousand dollars.

25 c. If a health care employment agency fails to comply 26 with paragraph b'', the health care employment agency shall 27 be subject to an additional monetary penalty of twenty-five 28 thousand dollars, revocation of registration, and denial of 29 subsequent registration for up to three years.

30 2. a. A health care employment agency that violates section 31 135Q.2, subsection 2, or that knowingly provides an agency 32 worker who has an illegally or fraudulently obtained or issued 33 diploma, registration, license, certification, or background 34 check to a health care entity is subject to a monetary penalty 35 of five thousand dollars for each violation.

52/59

1 b. If a health care employment agency commits a second or 2 subsequent violation of section 135Q.2, subsection 2, within 3 any three-year period, the health care employment agency shall 4 be subject to immediate revocation of registration. The 5 department shall notify the agency thirty days in advance of 6 the date of such revocation.

7 3. A health care employment agency that violates section 8 135Q.2, subsection 3, is subject to a monetary penalty of 9 twenty-five thousand dollars for the first violation. If 10 a health care employment agency violates section 135Q.2, 11 subsection 3, a second or subsequent time, the health care 12 employment agency shall be subject to immediate revocation of 13 registration, and shall not be eligible to apply for or be 14 granted registration for the three-year period immediately 15 following the date of revocation.

16 4. a. (1) A health care technology platform that violates 17 section 135Q.3, subsection 1, is subject to an initial 18 monetary penalty of five thousand dollars and shall be provided 19 notification by the department and given a thirty-day grace 20 period in which to comply.

21 (2) A health care technology platform that fails to comply 22 with the notification and within the thirty-day grace period 23 under subparagraph (1) shall be subject to a monetary penalty 24 of twenty-five thousand dollars.

(3) If a health care technology platform knowingly fails to comply with subparagraph (2), the health care technology platform shall be subject to an additional monetary penalty of twenty-five thousand dollars, revocation of registration, and denial of subsequent registration for up to three years.

30 b. (1) A health care technology platform that violates 31 section 135Q.3, subsection 2, or that knowingly allows 32 an independent nursing services professional who has an 33 illegally obtained or issued diploma, registration, license, 34 certification, or background check to utilize the platform to 35 bid on a shift for a health care entity is subject to a monetary

> HF 2698.4378 (2) 90 -53- pf/ko

1 penalty of five thousand dollars for each violation.

(2) If a health care technology platform commits a second or
3 subsequent violation of section 135Q.3, subsection 2, within
4 any three-year period, the health care technology platform
5 shall be subject to immediate revocation of registration. The
6 department shall notify the health care technology platform
7 thirty days in advance of the date of such revocation.

8 c. (1) A health care technology platform that violates 9 section 135Q.3, subsection 3, is subject to a monetary penalty 10 of twenty-five thousand dollars for the first violation.

11 (2) If a health care technology platform violates section 12 135Q.3, subsection 3, a second or subsequent time, the health 13 care technology platform shall be subject to immediate 14 revocation of registration, and shall not be eligible to apply 15 for or be granted registration for the three-year period 16 immediately following the date of revocation.

17 5. a. The managing entity of an agency for which 18 registration has been denied or revoked under this section 19 shall not be eligible to apply for or be granted registration 20 for another agency during the three-year period following the 21 date of the denial or revocation.

22 b. The department shall not approve a new registration 23 or renew an existing registration for any agency for which 24 the managing entity is also the managing entity of an agency 25 for which registration has been denied or revoked during the 26 three-year period in which registration of the violating agency 27 is denied or revoked.

6. a. The managing entity of a health care technology platform for which registration has been denied or revoked under this section shall not be eligible to apply for or be granted registration for another health care technology platform during the two-year period following the date of the denial or revocation.

34 *b.* The department shall not approve a new registration or 35 renew an existing registration for any health care technology

> HF 2698.4378 (2) 90 -54- pf/ko

1 platform for which the managing entity is also the managing 2 entity of a health care technology platform for which 3 registration has been denied or revoked during the two-year 4 period in which registration of the violating health care 5 technology platform is denied or revoked.

6 7. Any monetary penalties collected under this section
7 shall be retained by the department as repayment receipts as
8 defined in section 8.2.

9 8. The attorney general shall enforce this chapter. 10 135Q.5 Department annual report. Sec. 67. NEW SECTION. The department shall submit an annual report to the general 11 12 assembly by January 15, for the immediately preceding fiscal 13 year, that includes a summary of the number of registrations 14 issued and the amount of registration fees collected, the 15 violations of this chapter, the amount of monetary penalties 16 collected, the number of health care employment agencies, 17 health care technology platforms, and managing entities 18 for whom a registration was revoked or denied, and any 19 recommendations for changes to the chapter.

20 Sec. 68. EFFECTIVE DATE. This division of this Act, being 21 deemed of immediate importance, takes effect upon enactment. 22 DIVISION XVIII

23 MEDICAL CANNABIDIOL REGISTRATION CARD — TELEMEDICINE —
 24 PRACTITIONER REQUIREMENTS

25 Sec. 69. Section 124E.3, Code 2024, is amended by adding the 26 following new subsection:

27 <u>NEW SUBSECTION</u>. 4. A health care practitioner that 28 establishes or maintains a relationship with a patient through 29 the use of telemedicine shall comply with the requirements of 30 653 IAC 13.11(7).

31 DIVISION XIX
 32 NURSING FACILITY OVERSIGHT
 33 Sec. 70. <u>NEW SECTION</u>. 135C.35C Nursing facilities — joint
 34 training sessions.
 35 The department shall semiannually provide joint training

HF 2698.4378 (2) 90 -55- pf/ko 1 sessions for inspectors and nursing facilities to review at 2 least three of the ten most frequently issued federal citations 3 in the state during the immediately preceding calendar year. 4 The department shall develop a protocol to identify regional 5 citation patterns relating to complaints, standards, and 6 outcomes in the nursing facility inspection process. The 7 department shall include the state long-term care ombudsman, 8 or the state long-term care ombudsman's designee, and 9 representatives of each nursing facility provider association 10 in the state in the planning process for the joint training 11 sessions.

12 Sec. 71. Section 135C.40, subsection 1, Code 2024, is 13 amended by adding the following new paragraph:

NEW PARAGRAPH. d. (1) The department shall establish and maintain a process to review each citation issued for immediate jeopardy or substandard quality of care prior to issuance of final findings under section 135C.40A. Representatives of the nursing facility issued such a citation may participate in the review to provide context and evidence for the department to consider in determining if a final finding of immediate jeopardy or substandard quality of care should be issued. The review shall ensure consistent and accurate application of federal and state inspection protocols and defined regulatory standards.

25 (2) For the purposes of this paragraph:

(a) "Immediate jeopardy" means a situation in which the provider's noncompliance with one or more requirements of participation has caused, or is likely to cause, serious injury, harm, impairment, or death to a resident.

30 (b) "Likely" means probable and reasonably to be expected, 31 and suggests a greater degree of probability than a mere risk, 32 potential, or possibility that a particular event will cause 33 serious injury, harm, impairment, or death to a resident. 34 (c) "Substandard quality of care" means the same as defined 35 in 42 C.F.R. §488.301.

> HF 2698.4378 (2) 90 -56- pf/ko

56/59

DIVISION XX

STATE-FUNDED PSYCHIATRY RESIDENCY AND FELLOWSHIP POSITIONS
Sec. 72. Section 135.180, Code 2024, is amended to read as
4 follows:

5 135.180 State-funded psychiatry residency and fellowship
6 program positions — fund — appropriations.

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7 1. *a.* The university of Iowa hospitals and clinics shall 8 administer a state-funded psychiatry residency and fellowship 9 program positions for up to nine seven residents and up to two 10 fellows, annually. In addition, a county medical center, and 11 a medical center operating for more than one hundred forty 12 years, that are members of separate health systems, administer 13 psychiatry residency programs, and are located in a county with 14 a population over five hundred thousand shall each administer 15 state-funded psychiatry residency positions for one resident, 16 annually. The university of Iowa hospitals and clinics and the 17 specified medical centers shall expand the their psychiatry 18 residency program programs to provide additional residency 19 positions by providing financial support for residency 20 positions which are in excess of the federal residency cap 21 established by the federal Balanced Budget Act of 1997, Pub. 22 L. No. 105-33.

b. The university of Iowa hospitals and clinics and the
specified medical centers shall cooperate with the state
mental health institutes at Independence and Cherokee, the
state resource center at Woodward, the state training school
at Eldora, and the Iowa medical and classification center
at Oakdale in administering the program the positions.
Participating residents and fellows shall complete a portion
of their psychiatry training at one of the state training
school, or the Iowa medical and classification center at
Oakdale. For accreditation-required clinical experiences
not available at the state mental health institutes, the

HF 2698.4378 (2) 90 -57- pf/ko 1 medical and classification center at Oakdale, the residents of 2 the psychiatry residency and fellowship program awarded the 3 residency positions administered by the university of Iowa 4 hospitals and clinics may utilize clinical rotations at the 5 university of Iowa hospitals and clinics and its affiliates 6 across the state and the residents awarded the residency 7 positions administered by the specified medical centers may 8 utilize clinical rotations at affiliates of such medical 9 centers across the state.

10 The university of Iowa hospitals and clinics shall apply 2. 11 to the accreditation council for graduate medical education 12 for approval of nine seven additional residency positions 13 for each class of residents and the psychiatry residency and 14 fellowship program shall award the total number of residency 15 positions approved for each class of residents. The university 16 of Iowa hospitals and clinics shall approve and award up to 17 two fellowship positions annually. The specified medical 18 centers shall apply to the accreditation council for graduate 19 medical education for approval of one additional residency 20 position each for each class of residents and shall award the 21 total number of residency positions approved for each class 22 of residents. Preference in the awarding of residency and 23 fellowship positions shall be given to candidates who are 24 residents of Iowa, attended and earned an undergraduate degree 25 from an Iowa college or university, or attended and earned a 26 medical degree from a medical school in Iowa.

3. A psychiatry residency and fellowship program positions fund is created in the state treasury consisting of the moneys appropriated or credited to the fund by law. Notwithstanding section 8.33, moneys in the fund at the end of each fiscal year shall not revert to any other fund but shall remain in the psychiatry residency and fellowship program positions fund for use in subsequent fiscal years. Moneys in the fund are appropriated to the university of Iowa hospitals and clinics to be used for the purposes of the program this section. For

> HF 2698.4378 (2) 90 -58- pf/ko

1 the fiscal years beginning on or after July 1, 2023, there 2 is appropriated from the general fund of the state to the 3 psychiatry residency and fellowship program positions fund one 4 hundred thousand dollars for each residency position approved 5 and awarded under the program and one hundred fifty thousand 6 dollars for each fellowship position approved and awarded under 7 the program this section. Of the amount appropriated annually 8 from the fund to the university of Iowa hospitals and clinics, 9 the university of Iowa hospitals and clinics shall distribute 10 one hundred thousand dollars to each of the specified medical 11 centers for each residency position approved and awarded.>

12 2. Title page, by striking line 3 and inserting <provisions 13 and appropriations including but not limited to the personal 14 needs allowance for certain persons under Medicaid and the 15 state supplementary assistance programs, replacement generation 16 tax revenues, the Medicaid fraud and health care trust 17 funds, the retention of certain revenues by the mental health 18 institutes, the retention of Medicaid eligibility by residents 19 of mental health institutes, the scope of services of the state 20 resource centers, the appropriation of moneys in the juvenile 21 detention home fund, the family investment program account 22 and diversion program, the child support collection services 23 center refund account, the quality assurance assessment payment 24 period, the centers of excellence grant program, an assisted 25 living program revised payment model study, funding for 26 county commissions of veteran affairs, foster care provisions 27 including those relating to a relative or fictive kin, health 28 care employment agencies and health care technology platforms, 29 medical cannabidiol practitioner requirements, nursing facility 30 oversight, and state-funded psychiatry residency and fellowship 31 positions, providing penalties, and including effective date>

-59-

HF 2698.4378 (2) 90 pf/ko