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MAR 4 1998

Place On Calendar

HOUSE FILE 2523  
BY COMMITTEE ON HUMAN RESOURCES

(SUCCESSOR TO HF 560)

Passed House, Date 3-17-97 Passed Senate, Date 3/24/98  
Vote: Ayes 97 Nays 1 Vote: Ayes 48 Nays 0  
Approved April 9, 1998

A BILL FOR

1 An Act relating to the reimbursement of certain providers of  
2 services under the medical assistance program.  
3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

HOUSE FILE 2523

H-8273

- 1 Amend House File 2523 as follows:
- 2 1. Page 1, line 2, by inserting after the word
- 3 "CLINICS" the following: "AND FEDERALLY QUALIFIED
- 4 HEALTH CLINICS".
- 5 2. Page 1, line 3, by inserting after the word
- 6 "clinics" the following: "and federally qualified
- 7 health clinics".

By BODDICKER of Cedar

H-8273 FILED MARCH 10, 1998

*Adapted 3-17-97 (p.742)*

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HF 2523

1 Section 1. NEW SECTION. 249A.18 COST-BASED REIMBURSEMENT

2 -- RURAL HEALTH CLINICS.

3 Rural health clinics shall receive cost-based reimbursement  
4 for the provision of services to recipients of medical  
5 assistance, subject to limitations and exclusions based on  
6 federal law and regulations as determined by the director.

7 EXPLANATION

8 This bill requires that rural health clinics are to receive  
9 cost-based reimbursement for services provided under the  
10 medical assistance program.

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HOUSE FILE 2523  
FISCAL NOTE

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A fiscal note for House File 2523 is hereby submitted pursuant to Joint Rule 17. Data used in developing this fiscal note is available from the Legislative Fiscal Bureau to members of the Legislature upon request.

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House File 2523 requires rural health clinics receive cost-based reimbursement for services provided under the Medical Assistance Program.

ASSUMPTIONS

1. Rural health clinics are currently reimbursed on a cost-based determination. There is no fiscal impact for these providers as a result of HF 2523 prior to FY 2004.
2. The federal Balanced Budget Act of 1997 phases out the requirement that rural health clinics be reimbursed 100.0% of their costs, requiring a minimum of 95.0% in FY 2000, 90.0% in FY 2001, 85.0% in FY 2002, and 70.0% in FY 2003. Subsequent to FY 2003, a federal minimum payment requirement is repealed. It is unknown what action the State of Iowa would have taken in response to the federal changes. Since HF 2523 does not specify 100.0% reimbursement, any of the federal minimums would be allowable subsequent to passage of HF 2523, as long as the reimbursement is "cost-based".

FISCAL IMPACT

There is no fiscal impact to HF 2523 prior to FY 2004. The fiscal impact beyond FY 2004 is unknown.

SOURCES

National Conference of State Legislatures,  
State Health Notes, Sept. 29, 1997  
Department of Human Services

(LSB 2616hv, MMB)

FILED MARCH 11, 1998

BY DENNIS PROUTY, FISCAL DIRECTOR

5. 3/17/98 Human Res  
5. 3/18/98 Do Pass

HOUSE FILE 2523  
BY COMMITTEE ON HUMAN RESOURCES

(SUCCESSOR TO HF 560)

(As Amended and Passed by the House March 17, 1998)

Passed House, Date \_\_\_\_\_ Passed Senate, Date 3/24/98  
Vote: Ayes \_\_\_\_\_ Nays \_\_\_\_\_ Vote: Ayes 48 Nays 0  
Approved April 9, 1998

A BILL FOR

1 An Act relating to the reimbursement of certain providers of  
2 services under the medical assistance program.

3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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House Amendments \_\_\_\_\_

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1 Section 1. NEW SECTION. 249A.18 COST-BASED REIMBURSEMENT  
2 -- RURAL HEALTH CLINICS AND FEDERALLY QUALIFIED HEALTH  
3 CLINICS.

4 Rural health clinics and federally qualified health clinics  
5 shall receive cost-based reimbursement for the provision of  
6 services to recipients of medical assistance, subject to  
7 limitations and exclusions based on federal law and  
8 regulations as determined by the director.

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limitations and exclusions based on federal law and regulations as determined by the director.

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RON J. CORBETT  
Speaker of the House

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MARY E. KRAMER  
President of the Senate

HOUSE FILE 2523

AN ACT

RELATING TO THE REIMBURSEMENT OF CERTAIN PROVIDERS OF SERVICES UNDER THE MEDICAL ASSISTANCE PROGRAM.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

Section 1. NEW SECTION. 249A.18 COST-BASED REIMBURSEMENT  
-- RURAL HEALTH CLINICS AND FEDERALLY QUALIFIED HEALTH CLINICS.

Rural health clinics and federally qualified health clinics shall receive cost-based reimbursement for the provision of services to recipients of medical assistance, subject to

I hereby certify that this bill originated in the House and is known as House File 2523, Seventy-seventh General Assembly.

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ELIZABETH ISAACSON  
Chief Clerk of the House

Approved April 9, 1998

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TERRY E. BRANSTAD  
Governor