## FEB 1 0 2003 HUMAN RESOURCES

HOUSE FILE 161
BY HEATON

Passed	House,	Date	Passed	Senate,	Date	
Vote:	Ayes	Nays	Vote:	Ayes	 Nays	
	Approved					

A BILL FOR 1 An Act providing for senate confirmation of the appointment of the administrator of the medical assistance and healthy and well kids in Iowa programs. 4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA: 

- 1 Section 1. Section 217.7, Code 2003, is amended to read as 2 follows:
- 3 217.7 ADMINISTRATORS OF DIVISIONS.
- 4 The director may appoint an administrator of each of the
- 5 divisions. The administrators shall be selected on the basis
- 6 of their particular professional qualifications, education,
- 7 and background relative to the assigned responsibilities of
- 8 their divisions. The administrator of the medical assistance
- 9 program under chapter 249A and the healthy and well kids in
- 10 Iowa program under chapter 514I shall be appointed by the
- 11 director subject to confirmation by the senate and shall serve
- 12 at the pleasure of the director. The director shall fill a
- 13 vacancy in the position of the administrator of the medical
- 14 assistance program and the healthy and well kids in Iowa
- 15 program in the same manner as the original appointment was
- 16 made.
- 17 Sec. 2. Section 249A.2, Code 2003, is amended by adding
- 18 the following new subsection:
- 19 NEW SUBSECTION. 1A. "Administrator" means the individual
- 20 appointed by the director under section 217.7 to administer
- 21 this chapter.
- Sec. 3. Section 249A.2, subsection 3, Code 2003, is
- 23 amended by striking the subsection.
- 24 Sec. 4. Section 249A.4, unnumbered paragraph 1, Code 2003,
- 25 is amended to read as follows:
- 26 The director-shall-be administrator is responsible for the
- 27 effective and impartial administration of this chapter and
- 28 shall, in accordance with the standards and priorities
- 29 established by this chapter, by applicable federal law, by the
- 30 regulations and directives issued pursuant to federal law, by
- 31 applicable court orders, and by the state plan approved in
- 32 accordance with federal law, make rules, establish policies,
- 33 and prescribe procedures to implement administer this chapter.
- 34 Without limiting the generality of the foregoing delegation of
- 35 authority, the director administrator is hereby specifically

- 1 empowered and directed to do all of the following:
- 2 Sec. 5. Section 249A.4, subsection 1, Code 2003, is
- 3 amended to read as follows:
- 4 1. Determine the greatest amount, duration, and scope of
- 5 assistance which may be provided, and the broadest range of
- 6 eligible individuals to whom assistance may effectively be
- 7 provided, under this chapter within the limitations of
- 8 available funds. In so doing, the director administrator
- 9 shall at least every six months evaluate the scope of the
- 10 program currently being provided under this chapter, project
- 11 the probable cost of continuing a like program, and compare
- 12 the probable cost with the remaining balance of the state
- 13 appropriation made for payment of assistance under this
- 14 chapter during the current appropriation period. After each
- 15 evaluation of the scope of the program, the director
- 16 administrator shall report to the general assembly through the
- 17 legislative council or in another manner as the general
- 18 assembly may by resolution direct.
- 19 Sec. 6. Section 249A.4, subsection 8, unnumbered paragraph
- 20 3, Code 2003, is amended to read as follows:
- 21 The administrator and the director of human services shall
- 22 consider the advice and consultation offered by the council in
- 23 the administrator's and the director's preparation of medical
- 24 assistance budget recommendations.
- 25 Sec. 7. Section 249A.6, subsection 1, Code 2003, is
- 26 amended to read as follows:
- 27 l. When payment is made by the department for medical care
- 28 or expenses through the medical assistance program on behalf
- 29 of a recipient, the department shall have a lien, to the
- 30 extent of those payments, upon all monetary claims which the
- 31 recipient may have against third parties. A lien under this
- 32 section is not effective unless the department files a notice
- 33 of lien with the clerk of the district court in the county
- 34 where the recipient resides and with the recipient's attorney
- 35 when the recipient's eligibility for medical assistance is

- 1 established. The notice of lien shall be filed before the
- 2 third party has concluded a final settlement with the
- 3 recipient, the recipient's attorney, or other representative.
- 4 The third party shall obtain a written determination from the
- 5 department concerning the amount of the lien before a
- 6 settlement is deemed final for purposes of this section. A
- 7 compromise, including but not limited to a settlement, waiver
- 8 or release, of a claim under this section does not defeat the
- 9 department's lien except pursuant to the written agreement of
- 10 the director administrator or the director's administrator's
- 11 designee. A settlement, award, or judgment structured in any
- 12 manner not to include medical expenses or an action brought by
- 13 a recipient or on behalf of a recipient which fails to state a
- 14 claim for recovery of medical expenses does not defeat the
- 15 department's lien if there is any recovery on the recipient's
- 16 claim.
- 17 Sec. 8. Section 514I.2, Code 2003, is amended by adding
- 18 the following new subsection:
- 19 NEW SUBSECTION. 1A. "Administrator" means the individual
- 20 appointed by the director under section 217.7 to administer
- 21 this chapter.
- Sec. 9. Section 514I.2, subsection 5, Code 2003, is
- 23 amended by striking the subsection.
- Sec. 10. Section 514I.4, subsection 1, unnumbered
- 25 paragraph 1, and paragraph a, Code 2003, are amended to read
- 26 as follows:
- The director administrator, with the approval of the HAWK-I
- 28 board, shall implement this chapter. The director
- 29 administrator shall do all of the following:
- 30 a. At least every six months, evaluate the scope of the
- 31 program currently being provided under this chapter, project
- 32 the probable cost of continuing the program, and compare the
- 33 probable cost with the remaining balance of the state
- 34 appropriation made for payment of assistance under this
- 35 chapter during the current appropriation period. The director

- 1 administrator shall report the findings of the evaluation to
- 2 the board and shall annually report findings to the governor
- 3 and the general assembly by January 1.
- 4 Sec. 11. Section 514I.4, subsections 2 and 3, Code 2003,
- 5 are amended to read as follows:
- 6 2. The director administrator, with the concurrence of the
- 7 board, shall enter into a contract with an administrative
- 8 contractor. Such contract shall be entered into in accordance
- 9 with the criteria established by the board.
- 10 3. The department may enter into contracts with other
- 11 persons whereby the other person provides some or all of the
- 12 functions, pursuant to rules adopted by the board, which are
- 13 required of the director administrator or the department under
- 14 this section. All contracts entered into pursuant to this
- 15 section shall be made available to the public.
- 16 Sec. 12. CODE EDITOR. In codifying the provisions of this
- 17 Act, the Code editor shall revise the section 249A.4 and
- 18 514I.4 headnotes to change the references to the word
- 19 "director" to "administrator".
- 20 EXPLANATION
- 21 This bill provides that the appointment of the
- 22 administrator of the medical assistance (Medicaid) and healthy
- 23 and well kids in Iowa (HAWK-I) programs is subject to
- 24 confirmation by the senate. Code section 217.7, relating to
- 25 the administrators of divisions of the department of human
- 26 services, is amended to apply this requirement. Under the
- 27 bill, that administrator is appointed by the director of human
- 28 services and serves at the pleasure of the director.
- 29 Code chapter 249A, relating to the Medicaid program, is
- 30 amended to add a definition of the term "administrator",
- 31 repeal the definition of the director of human services, and
- 32 to provide for the administrator to perform those duties
- 33 assigned under current law to the director of human services.
- 34 Code chapter 514I, relating to the HAWK-I program, is
- 35 amended to add a definition of the term "administrator",

1 repeal the definition of the director of human services, and 2 provide for the administrator to perform those duties assigned 3 under current law to the director. The Code editor is directed to change headnote references 5 in Code sections 249A.4 and 515I.4 from the word "director" to 6 "administrator".