

CCS HCS SS SCS SB 775 -- FEDERAL REIMBURSEMENT ALLOWANCE

This bill extends the sunsets from September 30, 2018, to September 30, 2019, for the federal reimbursement allowance taxes for the Ground Ambulance, Nursing Facility, Medicaid Managed Care Organization, Hospital, Pharmacy, and Intermediate Care Facility for the Intellectually Disabled.

Additionally, the bill repeals existing provisions of law regarding hospital reimbursement allowance calculations and alternative reimbursements for outpatient services. Instead, each fiscal year, the amount of federal reimbursement allowance levied under the Hospital Reimbursement Allowance Tax cannot exceed 45% of the total payments to hospitals from the Federal Reimbursement Allowance Fund and associated federal match, including payments made to hospitals from state-contracted managed care organizations that are attributable to the reimbursement fund and associated federal match. By October 1 of each subsequent fiscal year, the Department of Social Services is required to report this calculation and the underlying data to the House Budget Committee and the Senate Appropriations Committee.