



# 114th MAINE LEGISLATURE

## **SECOND REGULAR SESSION - 1990**

**Legislative Document** 

No. 2407

H.P. 1743

House of Representatives, March 5, 1990

Approved for introduction by a majority of the Legislative Council pursuant to Joint Rule 27.

Reference to the Committee on Taxation suggested and ordered printed.

EDWIN H. PERT, Clerk

Presented by Representative ROLDE of York. Cosponsored by Representative FOSTER of Ellsworth, Senator EMERSON of Penobscot and Senator ANDREWS of Cumberland.

**STATE OF MAINE** 

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND NINETY

An Act to Dedicate Funds to Ensure Access to Health Care.

(AFTER DEADLINE)

(EMERGENCY)

Emergency preamble. Whereas, Acts of the Legislature do not become effective until 90 days after adjournment unless enacted as emergencies; and

Whereas, over 130,000 people in the State lack health 6 insurance and considerably more face other barriers to access to health care; and

Whereas, this Legislature enacted legislation in the first regular session that created several programs designed to provide health care, or to improve access to health care for persons who are currently inadequately cared for; and

14 Whereas, those programs are in jeopardy if the funding for them is not ensured; and

Whereas, in the judgment of the Legislature, these facts create an emergency within the meaning of the Constitution of Maine and require the following legislation as immediately necessary for the preservation of the public peace, health and safety; now, therefore,

#### Be it enacted by the People of the State of Maine as follows:

Sec. 1. 5 MRSA §1517 is enacted to read:

#### §1517. Health Care Access Fund

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1. Fund established.The Health Care Access Fund is30established to increase the availability of health care in this31State.32transferred as provided in Title 36, sections 1764, 1811 and 4365.

34 **<u>2. Disbursements.</u>** Allocations may be made from the fund to provide funds for:

A. Community health program grants;

- B. The Maine Health Program;
- C. The Hospital Uncompensated Care and Governmental Payment42Shortfall Fund;
- 44 <u>D. In fiscal year 1990-91, reimbursement to health care</u> providers to increase access to health care for Medicaid
   46 recipients;
- 48 E. In fiscal year 1990-91, expansion of Medicaid eligibility under the Sixth Omnibus Budget Reconciliation
   50 Act option to children 5 to 7 years of age in households with income to 100% of the federal poverty level; or

- F. In fiscal year 1990-91, the Commission to Study the Certificate of Need Law and the Impact of Competitive Market Forces on Ambulatory Health Services.
- 3. Carry-forward. Funds in the Health Care Access Fund may not lapse, but must be carried forward until June 30, 1992.

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Sec. 2. 36 MRSA §1764, as amended by PL 1989, c. 508, §12 and c. 588, Pt. B, §3, is further amended by adding at the end a new paragraph to read:

The State Treasurer shall segregate the revenue generated14from transactions involving watercraft and transfer that revenueto the Health Care Access Fund established in Title 5, section161517. This paragraph is repealed on June 30, 1992.

18 Sec. 3. 36 MRSA §1811, amended by PL 1989, c. 533, §§10 and 14 and c. 588, Pt. B, §2, is further amended by adding after the 20 first paragraph a new paragraph to read:

22 The State Treasurer shall segregate the revenue generated by the tax on liquor sold in licensed establishments in excess of 5% 24 on the value of that liquor and transfer that revenue to the Health Care Access Fund established in Title 5, section 1517. 26 This paragraph is repealed on June 30, 1992.

28 Sec. 4. 36 MRSA §4365, as amended by PL 1989, c. 588, Pt. D, §1, is further amended by adding after the first paragraph a new 30 paragraph to read:

32 The State Treasurer shall segregate and transfer to the Health Care Access Fund established in Title 5, section 1517, the 34 revenue generated by any increase in the tax effective on or after October 1, 1989. This paragraph is repealed on June 30, 36 1992.

38 Sec. 5. PL 1989, c. 588, Pt. A, §61 is repealed.

- 40 Sec. 6. Allocation. The following funds are allocated from the Health Care Access Fund to carry out the purposes of this Act.
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- 44 HUMAN SERVICES, DEPARTMENT OF 46 Bureau of Health 48 All Other \$500,000 \$1,200,000

	Provides funds for community		
2	health program grants to be awarded beginning May 1, 1990.		
4 6	Medical Care - Payments to Providers		
8	All Other	\$675,000	\$833,000
10	Provides funds for an increase in Medicaid reimbursement to providers		
12	to increase access to health care for Medicaid recipients.		
14	Medical Care - Payments to Providers		
16	All Other	\$115,168	\$334,245
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20	Provides state funds for the expansion of Medicaid eligibility under the Sixth		
22	Omnibus Budget Reconciliation Act option to children 5 to 7		
24	years old in households with income to 100% of the federal		
26	poverty level.		
28	Maine Health Program		
30	All Other		\$9,946,885
32	Provides funds for the Maine Health Program.		
34	Medical Care Administration		
36			
38	Positions Personal Services	(1.5) \$53,000	(9)
30	All Other	88,000	\$189,000 41,513
40	Capital Expenditures	9,000	48,000
42	TOTAL	\$150,000	\$278,513
44	Provides funds for the development and		
46	administration of the Maine Health Program and costs		
48	related to the Maine Health Program Advisory Committee.		
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	Income Maintenance - Regional		
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٨	Positions		(17)
4	Personal Services All Other		\$357,000 43,643
б	Capital Expenditures		22,100
0			11,100
8	TOTAL		\$422,743
10	Provides funds for additional staff and related expenses to		. ,
12	implement and administer the provisions of the Maine		
14	Health Program.		
16	DEPARTMENT OF HUMAN SERVICES TOTAL	\$1,440,168	\$13,015,386
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	MAINE HEALTH CARE FINANCE		
20	COMMISSION		•
22	Health Care Finance Commission		
24	All Other		\$5,324,071
26	Provides funds for the Hospital Uncompensated Care		
28	and Governmental Payment Shortfall Fund.		
30			
	MAINE HEALTH CARE FINANCE		
32	COMMISSION		
34	TOTAL		\$5,324,071
34	LEGISLATURE		
36			
	Commission to Study the		
38	Certificate of Need Law and the Impact of Competitive Market		
40	Forces on Ambulatory Health Services		
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	Personal Services	\$1,485	\$825
44	All Other	4,950	1,250
46	Provides funds for per diem for legislative members and		

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expenses for other members of the study commission.

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TOTAL	\$6,435	\$2,075
TOTAL ALLOCATIONS	\$1,446,603	\$18,341,532

Sec. 8. Retroactivity. Sections 1, 2, 4, 5 and 6 of this Act 10 apply retroactively to October 1, 1989. Section 3 applies retroactively to December 1, 1989.

**Emergency clause.** In view of the emergency cited in the preamble, this Act takes effect when approved, unless otherwise indicated.

#### STATEMENT OF FACT

This bill ensures that the intention of the Legislature in the First Regular Session of the 114th Legislature in enacting 22 legislation to increase access to health care is fulfilled by 24 dedicating the revenues raised pursuant to that legislation to the Health Care Access Fund as established in this bill until 26 June 30, 1992. The fund may be used to provide funds for community health program grants, the Maine Health Program, the 28 Hospital Uncompensated Care and Governmental Payment Shortfall Fund or reimbursement to health care providers to increase access to health care for Medicaid recipients. 30