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Date: 6/6/19 NOCI HEALTH AND HUMAN SERVICES

L.D. 1403 (Filing No. H-514)

Reproduced and distributed under the direction of the Clerk of the House.

## STATE OF MAINE

## HOUSE OF REPRESENTATIVES

## **129TH LEGISLATURE**

## FIRST REGULAR SESSION

- COMMITTEE AMENDMENT "A" to H.P. 1018, L.D. 1403, Bill, "An Act To 9 Amend the General Assistance Laws Governing Eligibility and Reimbursement" 10
- 11 Amend the bill by striking out the title and substituting the following:

12 'An Act To Amend the General Assistance Laws Governing Reimbursement'

- 13 Amend the bill by striking out everything after the enacting clause and inserting the 14 following:
- 15 'Sec. 1. 22 MRSA §4311, sub-§1, as amended by PL 2015, c. 267, Pt. SSSS, §1, 16 is further amended to read:

17 Departmental reimbursement. When a municipality incurs net general 1. 18 assistance costs in any fiscal year prior to July 1, 2015 in excess of .0003 of that 19 municipality's most recent state valuation relative to the state fiscal year for which 20 reimbursement is being issued, as determined by the State Tax Assessor in the statement 21 filed as provided in Title 36, section 381, the Department of Health and Human Services 22 shall reimburse the municipality for 90% of the amount in excess of these expenditures 23 when the department finds that the municipality has been in compliance with all 24 requirements of this chapter. If a municipality elects to determine need without 25 consideration of funds distributed from any municipally-controlled trust fund that must 26 otherwise be considered for purposes of this chapter, the department shall reimburse the 27 municipality for 66 2/3% of the amount in excess of such expenditures when the 28 department finds that the municipality has otherwise been in compliance with all 29 requirements of this chapter.

30 The department shall reimburse each municipality and each Indian tribe 70% of the direct costs incurred by that municipality or tribe on or after July 1, 2015 and prior to July 1, 31 32 2020 for the general assistance program granted by that municipality or tribe. For the 33 purposes of this subsection, "Indian tribe" has the same meaning as in section 411, subsection 8-A. 34

Sec. 2. 22 MRSA §4311, sub-§1-D is enacted to read:

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# COMMITTEE AMENDMENT

COMMITTEE AMENDMENT "H" to H.P. 1018, L.D. 1403
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1-D. Departmental reimbursement. Beginning July 1, 2020, the department shall reimburse each municipality for the direct costs incurred by that municipality for the general assistance program granted by that municipality if the department finds that the municipality was in compliance with all requirements of this chapter during the fiscal year for which reimbursement is sought. The department shall reimburse to each municipality an amount equal to 70% of all direct general assistance granted by the municipality equal to or below .0003, and 90% of all direct general assistance granted by the municipality in excess of .0003, of that municipality's most recent state valuation relative to the state fiscal year for which reimbursement is being issued, as determined by the State Tax Assessor in the statement filed as provided in Title 36, section 381.

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Sec. 3. 22 MRSA §4311, sub-§1-E is enacted to read:

12 1-E. Reimbursement to Indian tribes. Beginning July 1, 2020, the department shall reimburse each Indian tribe for 100% of all direct costs for general assistance 13 granted by the Indian tribe if the department finds that the Indian tribe was in compliance 14 with all requirements of this chapter during the fiscal year for which reimbursement is 15 sought. For the purposes of this subsection, "Indian tribe" has the same meaning as in 16 section 411, subsection 8-A. 17

Sec. 4. Appropriations and allocations. The following appropriations and 18 allocations are made. 19

#### HEALTH AND HUMAN SERVICES, DEPARTMENT OF 20

#### 21 General Assistance - Reimbursement to Cities and Towns 0130

22 Initiative: Provides funding for a 90% reimbursement rate for general assistance expenditures incurred that are in excess of .0003 of that municipality's most recent state 23 valuation in any fiscal year. 24

25	GENERAL FUND	<b>2019-20</b>	<b>2020-21</b>
26	All Other	\$1,182,268	\$1,182,268
27 28 29 '	GENERAL FUND TOTAL	\$1,182,268	\$1,182,268

## **SUMMARY**

This amendment, which is the majority report of the committee, removes the section 31 of the bill relating to presumptive eligibility. It also grants 100% reimbursement for 32 general assistance costs to Indian tribes. It clarifies that the municipality's most recent 33 state valuation rather than the all state valuation is used for calculating when a 34 municipality begins to be reimbursed 90% for general assistance costs and that the 35 reimbursement is for gross costs rather than net costs. It establishes that the new 36 departmental reimbursement to municipalities begins July 1, 2020. 37

- FISCAL NOTE REQUIRED 38
- 39 (See attached)

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## COMMITTEE AMENDMENT



## **129th MAINE LEGISLATURE**

LD 1403

LR 342(02)

An Act To Amend the General Assistance Laws Governing Eligibility and Reimbursement

Fiscal Note for Bill as Amended by Committee Amendment  $\mathcal{A}(\mathcal{H}-514)$ Committee: Health and Human Services Fiscal Note Required: Yes

### **Fiscal Note** Projections Projections FY 2021-22 FY 2022-23 FY 2019-20 FY 2020-21 Net Cost (Savings) General Fund \$1,182,268 \$1,182,268 \$1,182,268 \$1,182,268 **Appropriations/Allocations** General Fund \$1,182,268 \$1,182,268 \$1,182,268 \$1,182,268

### **Fiscal Detail and Notes**

The bill includes ongoing General Fund appropriations to the Department of Health and Human Services of \$1,182,268 beginning in fiscal year 2019-20 for a 90% reimbursement rate for general assistance expenditures incurred that are in excess of .0003 of that municipality's most recent state valuation in any fiscal year.

The bill also increases the reimbursment for Indian Tribes from 70% to 100%. The Indian Tribes have had no expenditures for general assistance or related reimbursement over the last 3 years and no additional funding is provided for this provision.