| 57 | <u>26-36d-103.</u> Definitions. |
|-----|--|
| 58 | As used in this chapter: |
| 59 | (1) "Accountable care organization" means a managed care organization, as defined in |
| 60 | 42 C.F.R. Sec. 438, that contracts with the department under the provisions of Section |
| 61 | <u>26-18-405.</u> |
| 62 | (2) "Assessment" means the Medicaid hospital provider assessment established by this |
| 63 | chapter. |
| 64 | (3) "Discharges" means the number of total hospital discharges reported on Ŝ→ [worksheet] |
| 64a | <u>Worksheet</u> ←Ŝ |
| 65 | S-3 Part I, column 15, lines 12, 14, and 14.01 of the 2552-96 Medicare Cost Report or on |
| 66 | Worksheet S-3 Part I, column 15, lines 14, 16, and 17 of the 2552-10 Medicare Cost Report for |
| 67 | the applicable assessment year. |
| 68 | (4) "Division" means the Division of Health Care Financing of the department. |
| 69 | (5) "Hospital": |
| 70 | (a) means a privately owned: |
| 71 | (i) general acute hospital operating in the state as defined in Section 26-21-2; and |
| 72 | (ii) specialty hospital operating in the state, which shall include a privately owned |
| 73 | hospital whose inpatient admissions are predominantly: |
| 74 | (A) rehabilitation; |
| 75 | (B) psychiatric; |
| 76 | (C) chemical dependency; or |
| 77 | (D) long-term acute care services; and |
| 78 | (b) does not include: |
| 79 | (i) a human services program, as defined in Section 62A-2-101; |
| 80 | (ii) a hospital owned by the federal government, including the Veterans Administration |
| 81 | Hospital; or |
| 82 | (iii) a hospital that is owned by the state government, a state agency, or a political |
| 83 | subdivision of the state, including: |
| 84 | $\hat{S} \rightarrow [\underline{(iv)}] (\underline{A}) \leftarrow \hat{S}$ a state-owned teaching hospital; and |
| 85 | $\hat{S} \rightarrow [\underline{(v)}] (\underline{B}) \leftarrow \hat{S}$ the Utah State Hospital. |
| 86 | (6) "Medicare Cost Report" means CMS-2552-96 or CMS-2552-10, the cost report for |
| 87 | electronic filing of hospitals. |

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| 150 | ending between July 1, 2010, and June 30, 2011; |
|-----|---|
| 151 | (iii) for state fiscal year 2015, the hospital's cost report data for the hospital's fiscal year |
| 152 | ending between July 1, 2011, and June 30, 2012; |
| 153 | (iv) for state fiscal year 2016, the hospital's cost report data for the hospital's fiscal year |
| 154 | ending between July 1, 2012, and June 30, 2013; and |
| 155 | (v) for each subsequent state fiscal year, the hospital's cost report data for the hospital's |
| 156 | fiscal year that ended in the state fiscal year two years prior to the assessment fiscal year. |
| 157 | (b) If a hospital's fiscal year Medicare Cost Report is not contained in the Centers for |
| 158 | Medicare and Medicaid Services' Healthcare Cost Report Information System file: |
| 159 | (i) the hospital shall submit to the division a copy of the hospital's Medicare Cost |
| 160 | Report applicable to the assessment year; and |
| 161 | (ii) the division shall determine the hospital's discharges. |
| 162 | (c) If a hospital is not certified by the Medicare program and is not required to file a |
| 163 | Medicare Cost Report: |
| 164 | (i) the hospital shall submit to the division its applicable fiscal year discharges with |
| 165 | supporting documentation; |
| 166 | (ii) the division shall determine the hospital's discharges from the information |
| 167 | submitted under Subsection (2)(c)(i); and |
| 168 | (iii) the failure to submit discharge information shall result in an audit of the hospital's |
| 169 | records and a penalty equal to 5% of the calculated assessment. |
| 170 | (3) Except as provided in Subsection (4), if a hospital is owned by an organization that |
| 171 | owns more than one hospital in the state: |
| 172 | (a) the assessment for each hospital shall be separately calculated by the department; |
| 173 | <u>and</u> |
| 174 | (b) each separate hospital shall pay the assessment imposed by this chapter. |
| 175 | (4) Notwithstanding the requirement of Subsection (3), if multiple hospitals use the |
| 176 | same Medicaid provider number: |
| 177 | (a) the department shall calculate the assessment in the aggregate for the hospitals |
| 178 | using the same Medicaid provider number; and |
| 179 | $\hat{S} \rightarrow [\underline{(5)}]$ (b) $\leftarrow \hat{S}$ the hospitals may pay the assessment in the aggregate. |
| 180 | Section 7. Section 26-36d-204 is repealed and reenacted to read: |

| 212 | (B) any unpaid penalty assessment. |
|------|--|
| 213 | $\hat{S} \rightarrow [\underline{(3)}]$ (c) $\leftarrow \hat{S}$ Upon making a record of its actions, and upon reasonable cause shown, the |
| 213a | division |
| 214 | may waive, reduce, or compromise any of the penalties imposed under this part. |
| 215 | Section 10. Section 26-36d-207 is repealed and reenacted to read: |
| 216 | 26-36d-207. Hospital Provider Assessment Expendable Revenue Fund. |
| 217 | (1) There is created an expendable special revenue fund known as the "Hospital |
| 218 | Provider Assessment Expendable Revenue Fund." |
| 219 | (2) The fund shall consist of: |
| 220 | (a) the assessments collected by the department under this chapter; |
| 221 | (b) any interest and penalties levied with the administration of this chapter; and |
| 222 | (c) any other funds received as donations for the fund and appropriations from other |
| 223 | sources. |
| 224 | (3) Money in the fund shall be used: |
| 225 | (a) to support capitated rates consistent with Subsection 26-36d-203(1)(d) for |
| 226 | accountable care organizations; and |
| 227 | (b) to reimburse money collected by the division from a hospital through a mistake |
| 228 | made under this chapter. |
| 229 | Section 11. Section 26-36d-208 is repealed and reenacted to read: |
| 230 | 26-36d-208. Repeal of assessment. |
| 231 | (1) The repeal of the assessment imposed by this chapter shall occur upon the |
| 232 | certification by the executive director of the department that the sooner of the following has |
| 233 | occurred: |
| 234 | (a) the effective date of any action by Congress that would disqualify the assessment |
| 235 | imposed by this chapter from counting toward state Medicaid funds available to be used to |
| 236 | determine the federal financial participation; |
| 237 | (b) the effective date of any decision, enactment, or other determination by the |
| 238 | Legislature or by any court, officer, department, or agency of the state, or of the federal |
| 239 | government that has the effect of: |
| 240 | $\hat{S} \rightarrow [\underline{(c)}]$ (i) $\leftarrow \hat{S}$ disqualifying the assessment from counting towards state Medicaid funds |
| 240a | <u>available</u> |
| 241 | to be used to determine federal financial participation for Medicaid matching funds; or |
| 242 | \$→ [(d)] (ii) ←\$ creating for any reason a failure of the state to use the assessments for the |
| 242a | Medicaid |

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| 243 | program as described in this chapter; |
|------|---|
| 244 | $\hat{S} \rightarrow [\underline{(e)}] (\underline{c}) \leftarrow \hat{S}$ the effective date of: |
| 245 | (i) an appropriation for any state fiscal year from the General Fund for hospital |
| 246 | payments under the state Medicaid program that is less than the amount appropriated for state |
| 247 | fiscal year 2012; |
| 248 | (ii) the annual revenues of the state General Fund budget return to the level that was |
| 249 | appropriated for fiscal year 2008; |
| 250 | (iii) a division change in rules that reduces any of the following below July 1, |
| 250a | <u>2011</u> \$→ , ← \$ |
| 251 | payments: |
| 252 | (A) aggregate hospital inpatient payments; |
| 253 | (B) adjustment payment rates; or |
| 254 | (C) any cost settlement protocol; or |
| 255 | (iv) a division change in rules that reduces the aggregate outpatient payments below |
| 256 | July 1, 2011 $\hat{S} \rightarrow , \leftarrow \hat{S}$ payments; and |
| 257 | \$→ [ff] (d) ←\$ the sunset of this chapter in accordance with Section 63I-1-226. |
| 258 | (2) If the assessment is repealed under Subsection (1), money in the fund that was |
| 259 | derived from assessments imposed by this chapter, before the determination made under |
| 260 | Subsection (1), shall be disbursed under Section 26-36d-205 to the extent federal matching is |
| 261 | not reduced due to the impermissibility of the assessments. Any funds remaining in the special |
| 262 | revenue fund shall be refunded to the hospitals in proportion to the amount paid by each |
| 263 | hospital. |
| 264 | Section 12. Section 63I-1-226 is amended to read: |
| 265 | 63I-1-226. Repeal dates, Title 26. |
| 266 | (1) Section 26-1-40 is repealed July 1, 2019. |
| 267 | (2) Title 26, Chapter 9f, Utah Digital Health Service Commission Act, is repealed July |
| 268 | 1, 2025. |
| 269 | (3) Section 26-10-11 is repealed July 1, 2020. |
| 270 | (4) Subsection 26-18-417(3) is repealed July 1, 2020. |
| 271 | (5) Title 26, Chapter 33a, Utah Health Data Authority Act, is repealed July 1, 2024. |
| 272 | (6) Title 26, Chapter 36b, Inpatient Hospital Assessment Act, is repealed July 1, 2024. |
| 273 | (7) Title 26, Chapter 36c, Medicaid Expansion Hospital Assessment Act, is repealed |

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| 274 | July 1, 2024. |
|------|--|
| 275 | (8) Title 26, Chapter 36d, Hospital Provider Assessment Act, is repealed July 1, [2019] |
| 276 | <u>2024</u> . |
| 277 | \$→ [(9) Title 26, Chapter 56, Hemp Extract Registration Act, is repealed January 1, 2019. |
| 278 | (10) (9) (5) Title 26, Chapter 63, Nurse Home Visiting Pay-for-Success Program, is |
| 278a | repealed |
| 279 | July 1, 2026. |
| 280 | Section 13. Retrospective operation Effective date. |
| 281 | This bill has retrospective operation to December 1, 2018, except that the amendments |
| 282 | to Section 63I-1-226 take effect on May 14, 2019. |