# CHAPTER NO. 101

## HOUSE BILL NO. 692

# INTRODUCED BY DUSSAULT

# BY REQUEST OF THE DEPARTMENT OF SOCIAL AND REHABILITATION SERVICES

## IN THE HOUSE

IN THE HOUSE		
February 9, 1979		Introduced and referred to Committee on Human Services.
February 17, 1979		Committee recommend bill do pass. Report adopted.
February 20, 1979		Second reading, pass consideration.
		On motion placed back on second reading this day.
		Second reading, pass consideration.
		On motion taken from second reading and referred to Committee on Appropriations.
March 24, 1979		Committee recommend bill do pass. Report adopted.
March 26, 1979		Printed and placed on members' desks.
		Second reading, do pass.
March 27, 1979		Considered correctly engrossed.
		Third reading, passed. Transmitted to second house.
	IN THE SEN	ATE

March 27,	1979	Committee on Rules.
March 29,	1979	Rereferred to Committee on Finance and Claims.

April 10, 197	'9	Committee recommend bill be concurred in as amended. Report adopted.
April 11, 197	9	Motion pass consideration.
April 12, 197	9	Second reading, concurred in.
April 13, 197	9	Third reading, concurred in as amended.
	IN THE HOU	SE
April 16, 197	9	Returned from second house. Concurred in as amended.
April 18, 197	9	Second reading, amendments rejected.
		On motion Free Joint Conference Committee requested.
		Free Joint Conference Committee appointed.
April 20, 197	9	Free Joint Conference Committee reported.
		Second reading, adopted.
		Third reading, adopted.
		Adopted by second house.
		Sent to enrolling.
		Reported correctly enrolled.

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House BILL NO. 692

2 INTRODUCED BY Human

BY REQUEST OF THE DEPARTMENT OF SOCIAL

AND REHABILITATION SERVICES

A BILL FOR AN ACT ENTITLED: "AN ACT TO ENSURE THAT MEDICALD ELIGIBLE PERSONS MAY NOT RECEIVE COUNTY MEDICAL ASSISTANCE;
AMENDING SECTOR 53-3-103. MCA."

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

Section 1. Section 53-3-103. MCA, is amended to read:

"53-3-103. Medical aid and hospitalization for
indigent. (1) Except as provided in other parts of this
title, medical aid and hospitalization for county residents
and nonresidents within the county unable to provide these
necessities for themselves are the legal and financial duty
and responsibility of the board of county commissioners and
are payable from the county poor fund. The board of county
commissioners shall make provisions for competent and
skilled medical or surgical services as are approved by the
department of health and environmental sciences or the state
medical association or, in the case of osteopathic
practitioners, by the state osteopathic association or
chiropractors by the state chiropractic association or
optometrical services as approved by the Montana optometric

association or dental services as approved by the dental association. "Medical" or "medicine" as used in this section refers to the healing art as practiced by licensed practitioners.

- (2) The board, in arranging for medical care for those unable to provide it for themselves, may have the care provided by physicians appointed by the board who shall be known as county physicians or deputy county physicians and may fix a rate of compensation for the furnishing of the medical attendance.
- (3) The department may promulgate rules to determine under what circumstances persons in the county are unable to provide medical aid and hospitalization for themselves, including the power to define the term "medically needy". However, the definition may not allow payment by a county for general assistance—medical for persons whose income exceeds 300t of the limitation for obtaining regular county general relief assistance—or for persons who are eligible for medicald in accordance with Title 53s chapter 6s part la
- (4) In any case where the county or state pays medical expenses or hospitalization for an individual, the county or state is subrogated to the claims of the physician or hospital to the extent of payment. To the extent necessary for reimbursement of medical benefits paid to or on behalf of an individual, the county or state is subrogated to the

-2- HB 692 INTRODUCED BILL

#### LC 1647/01

- 1 rights of the individual to recover from a third party who
- 2 may be liable to pay the medical expenses. The provisions of
- 3 53-2-612 which relate to medical benefits provided under
- 4 Titles XIX and XX of the Social Security Act apply to
- medical benefits provided for in this section.

#### STATE OF MONTANA

REQUEST NO. 764-79

#### FISCAL NOTE

Form BD-15

in d	empliance with a written request received 19 9, 19 79, there is hereby submitted a Fiscal No	te
for	House Bill 692 pursuant to Chapter 53, Laws of Montana, 1965 - Thirty-Ninth Legislative Assembly.	
Bac	ground information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to memb	ers
of t	e Legislature upon request.	

## DESCRIPTION OF PROPOSED LEGISLATION:

House Bill 692 is an act to ensure that Medicaid eligible persons may not receive county medical assistance.

#### **ASSUMPTIONS:**

- 1. There will be no fiscal impact unless there is a reduction in Medicaid services.
- 2. If service reductions are implemented, then 40% of the persons denied services would seek relief from the county medical program. County medical program benefits would be extended to one-half of persons seeking such assistance.
- 3. The costs shifted to the counties would in some cases be sufficient to cause that county to request a grant-in-aid. Because those counties with mill levies at the maximum also experience the highest county medical costs, it is assumed that one-half of increased county medical costs will actually be paid from the general fund.
- 4. Fiscal impact is shown for each \$1 of Medicaid service reductions. These figures can be multiplied by the actual anticipated amount of Medicaid service reductions to derive the total fiscal impact.

# FISCAL IMPACT:

	Without HB 692	With HB 692
Medicaid Service Reduction	\$1.00	\$1.00
Federal Funds Saved	.64	.64
General Funds Saved	.26*	.36
Additional Cost to Counties	.10	-0-

\*General Fund expenditures in the Medicaid program are reduced \$.36, but \$.10 in General Fund expenditures is added for increased grant-in-aid.

BUDGET DIRECTOR

Office of Budget and Program Planning

Date: 3/15/79

Approved by Comm.
On Human Services

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- 3 53-2-612 which relate to medical benefits provided under
- 4 Titles XIX and XX of the Social Security Act apply to
- 5 medical benefits provided for in this section.\*\*

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-End-

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HB 0692/02

46th Legislature

1	HOUSE BILL NO. 692
2	INTRODUCED BY DUSSAULT
3	BY REQUEST OF THE DEPARTMENT OF SOCIAL
4	AND REHABILITATION SERVICES

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- (4) In any case where the county or state pays medical expenses or hospitalization for an individual, the county or

#### HB 0692/02

state is subrogated to the claims of the physician or hospital to the extent of payment. To the extent necessary for reimbursement of medical benefits paid to or on behalf of an individual, the county or state is subrogated to the rights of the individual to recover from a third party who may be liable to pay the medical expenses. The provisions of 53-2-612 which relate to medical benefits provided under Titles XIX and XX of the Social Security Act apply to medical benefits provided for in this section.\*

46th Legislature

1	HOUSE BILL NO. 692
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A BILL FOR AN ACT ENTITLED: "AN ACT TO ENSURE THAT MEDICALD ELIGIBLE PERSONS MAY NOT RECEIVE COUNTY MEDICAL ASSISTANCE: AMENDING SECTION 53-3-103, MCA: PROVIDING AN IMPEDIATE EFFECTIVE DATE.

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1 optometrical services as approved by the Montana optometric 2 association or dental services as approved by the dental association. "Medical" or "medicine" as used in this section 3 refers to the healing art as practiced by licensed practitioners.

- (2) The board, in arranging for medical care for those 7 unable to provide it for themselves, may have the care provided by physicians appointed by the board who shall be known as county physicians or deputy county physicians and may fix a rate of compensation for the furnishing of the 11 medical attendance.
- 12 (3) The department may promulgate rules to determine 13 under what circumstances persons in the county are unable to provide medical aid and hospitalization for themselves, 14 including the power to define the term "medically needw". 15 16 However, the definition may not allow payment by a county 17 for general assistance--medical for persons whose income 18 exceeds 300% of the limitation for obtaining regular county 19 general relief assistances or for persons who are eligible 20 for medicald in accordance with Title 53, chapter 6, part 1. OR FOR PERSONS WHO HAVE THE RIGHT OR ARE ENTITLED TO MEDICAL 21 AID AND HOSPITALIZATION FROM THE FEDERAL GOVERNMENT OR ANY 22 23 AGENCY\_THEREOF SR-FOR-PERSONS\_WHO -- HAVE -- INSURANCE -- COVERAGE 24 THAT-PROVIDES-MEDICAL-AID-AND-HOSPITALIZATION.
  - (4) In any case where the county or state pays medical

REFERENCE BILL: Includes Free Joint Conference Committee Report Dated 4/19/70

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#### HB 0692/03

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2	state is subrogated to the claims of the physician or
3	hospital to the extent of payment. To the extent necessary
4	for reimbursement of medical benefits paid to or on behalf
5	of an individual, the county or state is subrogated to the
6	rights of the individual to recover from a third party who
7	may be liable to pay the medical expenses. The provisions of
8	53-2-612 which relate to medical benefits provided under
9	Titles XIX and XX of the Social Security Act apply to
10	medical benefits provided for in this section.«
11	SECTION 2. EFFECTIVE DATE. THIS ACT IS EFFECTIVE ON
12	ITS PASSAGE AND APPROVAL.

# SENATE STANDING COMMITTEE REPORT (Finance and Claims)

That House Bill No. 692, third reading bill, be amended as follows:

1. Amend page 2, line 19.

Following: "1"

Insert: ", or for persons who have the right or are entitled to medical aid and hospitalization from the Federal Government or any agency thereof or for persons who have insurance coverage that provides medical aid and hospitalization."