IN THE HOUSE OF REPRESENTATIVES

HOUSE BILL NO. 290

BY HEALTH AND WELFARE COMMITTEE

AN ACT

RELATING TO PUBLIC FUNDS; AMENDING SECTION 31-863, IDAHO CODE, TO PROVIDE THAT AN AD VALOREM TAX MAY BE LEVIED ON PROPERTY TO PROVIDE FUNDS FOR MEDICAID EXPANSION AND TO PROVIDE CERTAIN SERVICES, TO PROVIDE THAT COUNTIES SHALL BE RESPONSIBLE FOR THEIR SHARE OF MEDICAID EXPANSION COSTS, TO PROVIDE FOR TRANSFER OF MONEYS TO THE MEDICAID EXPANSION AC-COUNT, AND TO ESTABLISH PROVISIONS REGARDING FAILURE TO COMPLY WITH THE PROVISIONS OF THIS SECTION; AMENDING CHAPTER 35, TITLE 31, IDAHO CODE, BY THE ADDITION OF A NEW SECTION 31-3505H, IDAHO CODE, TO PROVIDE EXCLUSIONS FROM ELIGIBILITY FOR THE COUNTY MEDICALLY INDIGENT PRO-GRAM AND THE CATASTROPHIC HEALTH CARE COST PROGRAM; AMENDING SECTION 31-4602, IDAHO CODE, TO REVISE PROVISIONS REGARDING A COUNTY JUSTICE FUND; AMENDING SECTION 49-673, IDAHO CODE, TO PROVIDE THAT A PORTION OF A FINE FOR SAFETY RESTRAINT VIOLATION CITATIONS SHALL BE APPORTIONED TO THE MEDICAID EXPANSION ACCOUNT AS OF A CERTAIN DATE AND TO MAKE A TECHNI-CAL CORRECTION; AND AMENDING SECTION 56-209B, IDAHO CODE, TO CREATE THE MEDICAID EXPANSION ACCOUNT AND TO MAKE TECHNICAL CORRECTIONS.

Be It Enacted by the Legislature of the State of Idaho:

SECTION 1. That Section 31-863, Idaho Code, be, and the same is hereby amended to read as follows:

31-863. LEVY FOR CHARITIES FUND — MEDICAID EXPANSION OBLIGATION. (1) For the purpose of nonmedical indigent assistance pursuant to chapter 34, title 31, Idaho Code, for the purpose of providing funds for the medicaid expansion account established in section 56-209b(7), Idaho Code, for the purpose of providing services authorized by chapter 46, title 31, Idaho Code, and for the purpose of providing financial assistance on behalf of the medically indigent, pursuant to chapter 35, title 31, Idaho Code, said boards are authorized to levy an ad valorem tax not to exceed ten hundredths of one percent (.10%) of the market value for assessment purposes of all taxable property in the county.

(2) On and after October 1, 2020, each county shall be responsible for its share of the cost of medicaid expansion for each county resident enrolled pursuant to section 56-267(1), Idaho Code. The department of health and welfare shall provide the enrollment for each county on or before the first Monday in March of each year. The annual amount owed by each county shall be calculated using the following formula: the total number of county residents enrolled in medicaid pursuant to section 56-267(1), Idaho Code, multiplied by the annual per member cost of the program, multiplied by one-tenth (0.1), multiplied by forty-five hundredths (0.45). Any increase in the annual cost per member shall not exceed an amount calculated at a percentage equal to the county's maximum budget increase as calculated under section 63-802, Idaho Code.

(3) Moneys transferred by each county to the medicaid expansion account pursuant to this section shall be transferred quarterly to the state treasurer for deposit into the medicaid expansion account established in section 56-209b(7), Idaho Code.

- (4) The department of health and welfare shall notify the state tax commission if any county fails to comply with subsection (2) of this section, and the state tax commission shall withhold from that county the annual distribution of sales tax pursuant to section 63-3638(10), Idaho Code. The state tax commission shall withhold and retain such money in a reserve account until the department of health and welfare certifies that the county has complied with the provisions of this section, at which point the state tax commission shall pay any money owed to the county previously in violation of this section.
- SECTION 2. That Chapter 35, Title 31, Idaho Code, be, and the same is hereby amended by the addition thereto of a $\underline{\text{NEW SECTION}}$, to be known and designated as Section 31-3505H, Idaho Code, and to read as follows:
- 31-3505H. ELIGIBILITY FOR FINANCIAL ASSISTANCE. (1) Notwithstanding any provision of law or rule to the contrary, no person eligible for medicaid pursuant to section 56-254 or 56-267, Idaho Code, shall be eligible for financial assistance pursuant to this chapter.
- (2) Notwithstanding any provision of law or rule to the contrary, no person eligible for health insurance shall be eligible for financial assistance pursuant to this chapter.
- (3) Notwithstanding any provision of law or rule to the contrary, no person committed pursuant to chapter 3, title 66, Idaho Code, who is covered by medicaid or eligible for health insurance shall be eligible for financial assistance pursuant to this chapter.
- SECTION 3. That Section 31-4602, Idaho Code, be, and the same is hereby amended to read as follows:
- 31-4602. JUSTICE FUND ESTABLISHMENT. The board of county commissioners of any county may, in conjunction with development of their annual budget, by resolution adopted at a public meeting of the board, establish a county justice fund for any of the following purposes: to provide funding for the operation of the county sheriff's office, construction, remodeling, operation and maintenance of county jails, juvenile detention facilities and/or county courthouses, operation of the prosecuting attorney's office, provision of public defender service and otherwise court-appointed counsel, and/or operation of the office of the clerk of the district court, to the extent that operation of that office provides support for the district court. The justice fund shall be separate and distinct from the county current expense fund and expenditures from the justice fund shall be solely dedicated to the purposes set forth in this section.

At the discretion of the board of county commissioners, funds deposited in the county justice fund may be allowed to accumulate over a period of years for designated capital improvements or be expended on a regular basis.

SECTION 4. That Section 49-673, Idaho Code, be, and the same is hereby amended to read as follows:

- 49-673. SAFETY RESTRAINT USE. (1) Except as provided in section 49-672, Idaho Code, and subsection (2) of this section, each occupant of a motor vehicle that has a gross vehicle weight of not more than eight thousand (8,000) pounds, and that was manufactured with safety restraints in compliance with federal motor vehicle safety standard no. 208, shall have a safety restraint properly fastened about the occupant's body at all times when the vehicle is in motion.
 - (2) The provisions of this section shall not apply to:
 - (a) An occupant of a motor vehicle who possesses a written statement from a licensed physician that the occupant is unable for medical reasons to wear a safety restraint;
 - (b) Occupants of motorcycles, implements of husbandry and emergency vehicles;
 - (c) Occupants of seats of a motor vehicle in which all safety restraints are then properly in use by other occupants of that vehicle; or
 - (d) Mail carriers only if all vehicle regulations and safety practices of the United States postal service are adhered to.
 - (3) (a) A citation may be issued to:

- (i) Any occupant of the motor vehicle who is age eighteen (18) years or older and fails to wear a safety restraint as required in this section; and
- (ii) The operator of the motor vehicle who is age eighteen (18) years or older if any occupant under eighteen (18) years of age fails to wear a safety restraint as required in this section. For purposes of this subparagraph, it shall be deemed a single violation regardless of the number of occupants not properly restrained.
- (b) A person issued a citation pursuant to this subsection shall be subject to a fine of ten dollars (\$10.00), with plus court costs. Through September 30, 2020, five dollars (\$5.00) of such fine to shall be apportioned to the catastrophic health care cost fund, as set forth in section 57-813, Idaho Code. On or after October 1, 2020, five dollars (\$5.00) of such fine shall be apportioned to the medicaid expansion account created in section 56-209b, Idaho Code. A conviction under this subsection shall not result in violation point counts as prescribed in section 49-326, Idaho Code, nor shall such a conviction be deemed to be a moving traffic violation for the purpose of establishing rates of motor vehicle insurance charged by a casualty insurer.
- (4) A citation may be issued to the operator of the motor vehicle if the operator is under eighteen (18) years of age and the operator or any other occupant who is under eighteen (18) years of age fails to wear a safety restraint as required in this section. For purposes of this subsection, it shall be deemed a single violation regardless of the number of occupants not properly restrained. A person issued a citation pursuant to this subsection shall be subject to a fine of ten dollars (\$10.00), plus court costs. Through September 30, 2020, five dollars (\$5.00) of such fine to shall be apportioned to the catastrophic health care cost fund as set forth in section

57-813, Idaho Code, plus court costs. On and after October 1, 2020, five dollars (\$5.00) of such fine shall be apportioned to the medicaid expansion account created in section 56-209b, Idaho Code. A conviction under this subsection shall not result in violation point counts as prescribed in section 49-326, Idaho Code. In addition, a conviction under this subsection shall not be deemed to be a moving traffic violation for the purpose of establishing rates of motor vehicle insurance charged by a casualty insurer.

- (5) Enforcement of this section by law enforcement officers may be accomplished only as a secondary action when the operator of the motor vehicle has been detained for a suspected violation of another law.
- (6) The department shall initiate and conduct an educational program, to the extent sufficient private donations or federal funds for this specific purpose are available to the department, to encourage compliance with the provisions of this section and to publicize the effectiveness of use of safety restraints and other restraint devices in reducing risk of harm to occupants of motor vehicles.
- (7) The department shall evaluate the effectiveness of the provisions of this section and shall include a report of its findings in its annual evaluation report on the Idaho highway safety plan which it submits to the national highway traffic safety administration and federal highway administration pursuant to 23 U.S.C. section 402.
- (8) The failure to use a safety restraint shall not be considered under any circumstances as evidence of contributory or comparative negligence, nor shall such failure be admissible as evidence in any civil action with regard to negligence.

SECTION 5. That Section 56-209b, Idaho Code, be, and the same is hereby amended to read as follows:

56-209b. MEDICAL ASSISTANCE -- MEDICAL ASSISTANCE ACCOUNT. (1) Medical assistance shall be awarded to persons as mandated by federal law; and medical assistance may be awarded to such other persons not required to be awarded medical assistance as mandated by federal law when such award is to the fiscal advantage of the state of Idaho.

- (2) There is hereby created in the dedicated fund the medical assistance account. The medical assistance account shall be an entity primarily designed to receive moneys from the families and relatives of patients receiving medical assistance under the state plan for medicaid, and to provide a source of moneys to pay for the state's share of medical assistance expenses. Moneys in the medical assistance account may not be commingled with moneys in the cooperative welfare account fund. Moneys in the medical assistance account must be appropriated in order to be expended to pay for the state's share of medical assistance expenses.
- (3) In all cases where the department of health and welfare through the medical assistance program has or will be required to pay medical expenses for a recipient and that recipient is entitled to recover any or all such medical expenses from any third party or entity, the department of health and welfare will be subrogated to the rights of the recipient to the extent of the amount of medical assistance benefits paid by the department as the result of the occurrence giving rise to the claim against the third party or entity.

- (4) If a recipient of medical assistance pursues a claim against a third party or entity through litigation or a settlement, the recipient will so notify the department. If a recipient fails to notify the department of such claim, the department may recover the amount of any public assistance obtained by the recipient while the recipient pursued such claim. In addition, if the recipient recovers funds, either by settlement or judgment, from such a third party or entity, the recipient shall reimburse the department to the extent of the funds received in settlement minus attorney's fees and costs, the amount of the medical assistance benefits paid by the department on his behalf as a result of the occurrence giving rise to the need for medical assistance. The department shall be entitled to all the legal rights and powers of a creditor against a debtor in enforcing the recipient's reimbursement obligation.
- (5) The department shall have priority to any amount received from a third party or entity which can reasonably be construed to compensate the recipient for the occurrence giving rise to the need for medical assistance, whether the settlement or judgment is obtained through the subrogation right of the department or through recovery by the recipient, and whether or not the recipient is made whole by the amount recovered. The department will be entitled to reimbursement of medical assistance benefits paid on behalf of the recipient arising from the incident or occurrence prior to any amount being distributed to the recipient. The department may notify such third party or entity of the department's entitlement to receive the reimbursement prior to any amount being distributed to the recipient. Furthermore, the department may instruct the third party or entity to make such payment directly to the department prior to any amount being distributed to the recipient. Any third party or entity who distributed funds in violation of such a notice shall be liable to the department for the amount of the reimbursement.
- (6) In the event a recipient of assistance through the medical assistance program incurs the obligation to pay attorney's fees and costs for the purpose of enforcing a monetary claim to which the department has a right under this section, the amount which the department is entitled to recover, or any lesser amount which that the department may agree to accept in compromise of its claim, shall be reduced by an amount which that bears the same relation to the total amount of attorney's fees and costs actually paid by the recipient as the amount actually recovered for medical expenses paid by the department, exclusive of the reduction for attorney's fees and costs, bears to the total amount paid by the third party or entity to the recipient. If a settlement or judgment is received by the recipient without delineating what portion of the settlement or judgment is in payment of medical expenses, it will be presumed that the settlement or judgment applies first to the medical expenses incurred by the recipient in an amount equal to the expenditure for medical assistance benefits paid by the department as a result of the occurrence giving rise to the payment or payments to the recipient.
- (7) There is hereby created in the dedicated fund the medicaid expansion account. The medicaid expansion account is designed to receive moneys from the counties pursuant to chapter 8, title 31, Idaho Code, and shall be used by the department for the purpose of providing medical assistance to individuals described in section 56-267(1), Idaho Code. Moneys in the medicaid expansion account may not be commingled with moneys in the cooperative

- welfare fund. Moneys in the medicaid expansion account must be appropriated in order to be expended to pay for the state's share of medical assistance ex-
- penses.