

GENERAL ASSEMBLY OF NORTH CAROLINA
SESSION 2011

H

D

HOUSE BILL 14*
Committee Substitute Favorable 2/24/11
Third Edition Engrossed 6/8/11
PROPOSED SENATE COMMITTEE SUBSTITUTE H14-PCS11384-LE-32

Short Title: Use R&R Funds for 2011-2012 Medicaid Costs.

(Public)

Sponsors:

Referred to:

January 31, 2011

1 A BILL TO BE ENTITLED
2 AN ACT AUTHORIZING THE DIRECTOR OF THE BUDGET TO USE REPAIRS AND
3 RENOVATIONS FUNDS TO ENSURE ADEQUATE FUNDING IN THE STATE
4 MEDICAID PROGRAM FOR THE 2011-2012 FISCAL YEAR.

5 The General Assembly of North Carolina enacts:

6 **SECTION 1.(a)** In order to ensure that there is adequate funding in the Medicaid
7 budget for the 2011-2012 fiscal year, the General Assembly directs the Director of the Budget,
8 in conjunction with the State Controller and other necessary State officials, to effectuate the
9 following extraordinary budget adjustment. To the extent necessary for this purpose, up to
10 ninety-four million dollars (\$94,000,000) in funds appropriated to the Repairs and Renovations
11 Reserve Account for the 2011-2012 fiscal year and allocated to State agencies and The
12 University of North Carolina shall be transferred to the State Controller, deposited in the
13 appropriate budget code as determined by the State Controller, and used to ensure payment to
14 Medicaid providers for the remainder of the 2011-2012 fiscal year.

15 **SECTION 1.(b)** Subsection (a) of this section applies only to funds required to
16 cover the costs of paying Medicaid providers during the 2011-2012 fiscal year. Transfers under
17 this section shall be limited to the amounts actually required to pay providers through the end
18 of the 2011-2012 fiscal year. To the extent that the full amount of any of the funds transferred
19 is not required to pay providers through the end of the 2011-2012 fiscal year, (i) the authority to
20 transfer funds shall immediately lapse with respect to the unneeded portions and unneeded
21 adjustments; and (ii) any excess funds transferred shall be transferred back to the Repairs and
22 Renovations Reserve Account for reallocation to State agencies.

23 **SECTION 1.(c)** On or before October 1, 2012, the Office of State Budget and
24 Management and the Department of Health and Human Services shall report on the measures
25 taken pursuant to this section to the Appropriations/Base Budget Committee of the Senate, the
26 Appropriations Committee of the House of Representatives, and the Joint Legislative
27 Commission on Governmental Operations.

28 **SECTION 2.** This act is effective when it becomes law.



* H 1 4 - P C S 1 1 3 8 4 - L E - 3 2 *