

4/19/01 Rereferred To: Human Res.

FEB 28 2001

HOUSE FILE 450
BY COMMITTEE ON HUMAN RESOURCES

Place On Calendar

(SUCCESSOR TO HF 262)

Passed House, Date _____ Passed Senate, Date _____
Vote: Ayes _____ Nays _____ Vote: Ayes _____ Nays _____
Approved _____

A BILL FOR

1 An Act relating to the use of generally accepted accounting
2 principles by health care facilities and providing an
3 effective date.

4 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

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HF 450

1 Section 1. NEW SECTION. 249A.20A HEALTH CARE FACILITIES
2 -- ACCOUNTING PRINCIPLES.

3 Health care facilities as defined in section 135C.1
4 reimbursed under the medical assistance program shall utilize
5 generally accepted accounting principles in maintaining the
6 financial records of the facility. However, notwithstanding
7 the required utilization of generally accepted accounting
8 principles under this section, the cost limitations and
9 allowances provisions established by rules adopted under the
10 medical assistance program and applicable to health care
11 facilities shall remain applicable to health care facilities.
12 This section shall apply to health care facility cost reports
13 received on or after July 1, 2001.

14 Sec. 2. EMERGENCY RULES -- EFFECTIVE DATE. The department
15 of human services may adopt emergency rules under section
16 17A.4, subsection 2, and section 17A.5, subsection 2,
17 paragraph "b", to implement this Act, and the rules shall
18 become effective immediately upon filing, unless the effective
19 date is delayed by the administrative rules review committee,
20 notwithstanding section 17A.4, subsection 5, and section
21 17A.8, subsection 9, or a later effective date is specified in
22 the rules. Any rules adopted in accordance with this section
23 shall not take effect before the rules are reviewed by the
24 administrative rules review committee. Any rules adopted in
25 accordance with the provisions of this section shall also be
26 published as notice of intended action as provided in section
27 17A.4.

28 Sec. 3. Section 2 of this Act, being deemed of immediate
29 importance, takes effect upon enactment.

30 EXPLANATION

31 This bill requires health care facilities reimbursed under
32 the medical assistance program (Medicaid) to utilize generally
33 accepted accounting principles in maintaining their financial
34 records. The bill provides that cost limitations and
35 allowances established by rule of the department remain

1 applicable to health care facilities. The bill directs the
2 department of human services to adopt rules to implement the
3 requirements of the bill. The bill authorizes the department
4 to adopt the rules under emergency rulemaking provisions. The
5 emergency rulemaking provision takes effect upon enactment.

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