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Overview

This bill exempts from the MinnesotaCare provider tax supplemental or enhanced MA payments received under certain intergovernmental transfers. Federal law allows states to use state or local tax dollars transferred from a unit of local government to fund their Medicaid programs. The money transferred can be used as the state Medicaid match to draw down the federal Medicaid match. This enables states to increase Medicaid reimbursement to health care providers affiliated with units of local government.

Section

- 1 Exemptions.** Amends § 295.53, subd. 1. Exempts from the MinnesotaCare provider tax on gross revenues supplemental or enhanced MA payments made through intergovernmental transfers (IGTs) authorized under the following sections of law: 256B.19, subd. 1c (IGT related to Hennepin County and a managed care plan serving individuals in that county); 256B.196 (various IGTs related to Hennepin County, Ramsey County, Hennepin County Medical Center (HCMC), Regions Hospital, physicians affiliated with HCMC and Regions Hospital, health plans making payments to HCMC and Regions Hospital, and ambulance services affiliated with HCMC and the city of St. Paul); and 256B.197 (contingent IGT related to HCMC, Regions Hospital, and other eligible nonstate government hospitals). States that the section is effective for gross revenues received on or after July 1, 2016.