A bill for an act
relating to state government finance; making appropriation reductions to human services; amending Minnesota Statutes 2010, section 256B.766.

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

Section 1. Minnesota Statutes 2010, section 256B.766, is amended to read:

256B.766 REIMBURSEMENT FOR BASIC CARE SERVICES.

(a) Effective for services provided on or after July 1, 2009, total payments for basic care services~~, shall be reduced by three percent, except that for the period July 1, 2009, through June 30, 2011, total payments~~ shall be reduced by 4.5 percent for the medical assistance and general assistance medical care programs, prior to third-party liability and spenddown calculation. Effective July 1, 2010, the commissioner shall classify physical therapy services, occupational therapy services, and speech-language pathology and related services as basic care services. The reduction in this paragraph shall apply to physical therapy services, occupational therapy services, and speech-language pathology and related services provided on or after July 1, 2010.

(b) Payments made to managed care plans and county-based purchasing plans shall be reduced for services provided on or after October 1, 2009, to reflect the reduction effective July 1, 2009, and payments made to the plans shall be reduced effective October 1, 2010, to reflect the reduction effective July 1, 2010.

(c) This section does not apply to physician and professional services, inpatient hospital services, family planning services, mental health services, dental services, prescription drugs, medical transportation, federally qualified health centers, rural health centers, Indian health services, and Medicare cost-sharing.

EFFECTIVE DATE. This section is effective the day following final enactment.

Sec. 2. **DEPARTMENT OF HUMAN SERVICES**

		APPROPRIATIONS Available for the Year Ending June 30		
		2012		**2013**
Subdivision 1. **Total Appropriation.**	**$**	**(32,288,000)**	**$**	**(32,288,000)**

The appropriation reductions for each purpose are shown in the following subdivisions. The appropriation reductions shown are to previously established general fund bases for the following programs.

Subd. 2. **Children and Economic Assistance Grants**

	2012	2013
(a) **Child Support Enforcement Grants**	(3,355,000)	(3,355,000)

Base Reduction. This reduction is to reduce the general fund base to $0 for county child support enforcement administration costs.

	2012	2013
(b) **Children and Community Services Grants**	(19,259,000)	(19,259,000)
(c) **General Assistance Grants**	(7,990,000)	(7,990,000)

Emergency General Assistance. This reduction is to reduce the general fund base for emergency general assistance to $0 in fiscal years 2012 and 2013.

	2012	2013
(d) **Minnesota Supplemental Aid Grants**	(1,100,000)	(1,100,000)

Emergency Minnesota Supplemental Aid. This reduction is to reduce the general fund base for emergency Minnesota supplemental aid to $0 in fiscal years 2012 and 2013.

	2012	2013
Subd. 3. **State-Operated Services; Adult Mental Health Services**	(584,000)	(584,000)

EFFECTIVE DATE. This section is effective the day following final enactment.