

A bill for an act

relating to human services; increasing reimbursement rates for nursing facilities located in Olmsted County; amending Minnesota Statutes 2008, section 256B.434, by adding a subdivision.

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

Section 1. Minnesota Statutes 2008, section 256B.434, is amended by adding a subdivision to read:

Subd. 21. **Rate increase for facilities in Olmsted County.** Effective October 1, 2008, operating payment rates of nursing facilities in Olmsted County that are reimbursed under this section or section 256B.441 shall be increased to be equal, for a RUG's rate with a weight of 1.00, to the geographic group III median rate for the same RUG's weight. The percentage of the operating payment rate for each facility to be case-mix adjusted shall be equal to the percentage that is case-mix adjusted in that facility's September 30, 2008, operating payment rate. This subdivision applies only if it results in a rate increase. Increases provided by this subdivision shall be applied prior to the phase-in of rebased operating cost payment rates under section 256B.441, subdivision 55.