

House Amendments to Senate Bill No. 2690

TO THE SECRETARY OF THE SENATE:

THIS IS TO INFORM YOU THAT THE HOUSE HAS ADOPTED THE AMENDMENTS SET OUT BELOW:

AMENDMENT NO. 1

Amend by striking all after the enacting clause and inserting in lieu thereof the following:

5 **SECTION 1.** Section 43-13-407, Mississippi Code of 1972, is
6 amended as follows:

7 43-13-407. (1) In accordance with the purposes of this
8 article, there is established in the State Treasury the Health
9 Care Expendable Fund, into which shall be transferred from the
10 Health Care Trust Fund the following sums:

11 (a) In fiscal year 2005, Four Hundred Fifty-six Million
12 Dollars (\$456,000,000.00);

13 (b) In fiscal year 2006, One Hundred Eighty-six Million
14 Dollars (\$186,000,000.00);

15 (c) In fiscal year 2007, One Hundred Eighty-six Million
16 Dollars (\$186,000,000.00);

17 (d) In fiscal year 2008, One Hundred Six Million
18 Dollars (\$106,000,000.00);

19 (e) In fiscal year 2009, Ninety-two Million Two Hundred
20 Fifty Thousand Dollars (\$92,250,000.00);

21 (f) In the fiscal year beginning after the calendar
22 year in which none of the amount of the annual tobacco settlement
23 installment payment will be deposited into the Health Care
24 Expendable Fund as provided in subsection (3)(d) of this section,
25 and in each fiscal year thereafter, a sum equal to the average
26 annual amount of the dividends, interest and other income,
27 including increases in value of the principal, earned on the funds
28 in the Health Care Trust Fund during the preceding four (4) fiscal
29 years.

30 (2) In any fiscal year in which interest, dividends and
31 other income from the investment of the funds in the Health Care
32 Trust Fund are not sufficient to fund the full amount of the
33 annual transfer into the Health Care Expendable Fund as required
34 in subsection (1)(f) of this section, the State Treasurer shall
35 transfer from tobacco settlement installment payments an amount
36 that is sufficient to fully fund the amount of the annual
37 transfer.

38 (3) Beginning with calendar year 2009, at the time that the
39 State of Mississippi receives the tobacco settlement installment
40 payment for each calendar year, the State Treasurer shall deposit
41 the following amounts of each of those installment payments into
42 the Health Care Expendable Fund:

43 (a) In calendar years 2009 and 2010, the total amount
44 of the installment payment;

45 (b) In calendar year 2011, the amount of the
46 installment payment less Ten Million Dollars (\$10,000,000.00);

(c) In calendar years 2012, 2013 and 2014, the total amount of the installment payment;

(d) In calendar year 2015, and each calendar year thereafter, the total amount of the installment payment.

(4) (a) In addition to any other sums required to be transferred from the Health Care Trust Fund to the Health Care Expendable Fund, the sum of One Hundred Twelve Million Dollars (\$112,000,000.00) shall be transferred from the Health Care Trust Fund to the Health Care Expendable Fund in fiscal year 2011.

(b) In addition to any other sums required to be transferred from the Health Care Trust Fund to the Health Care Expendable Fund, the sum of Fifty-six Million Two Hundred Sixty-three Thousand Four Hundred Thirty-eight Dollars (\$56,263,438.00) shall be transferred from the Health Care Trust Fund to the Health Care Expendable Fund during fiscal year 2012.

(c) In addition to any other sums required to be transferred from the Health Care Trust Fund to the Health Care Expendable Fund, the sum of Ninety-seven Million Four Hundred Fifty Thousand Three Hundred Thirty-two Dollars (\$97,450,332.00) shall be transferred from the Health Care Trust Fund to the Health Care Expendable Fund during fiscal year 2013.

(d) In addition to any other sums required to be transferred from the Health Care Trust Fund to the Health Care Expendable Fund, the sum of Twenty-three Million One Hundred Thousand Dollars (\$23,100,000.00) shall be transferred from the

Health Care Trust Fund to the Health Care Expendable Fund during
fiscal year 2014.

(e) The State Fiscal Officer shall transfer the entire
balance in the Health Care Trust Fund to the Health Care
Expendable Fund during fiscal year 2015.

(5) If Medicaid expenditures are projected to exceed the
amount of funds appropriated to the Division of Medicaid in any
fiscal year in excess of the expenditure reductions to providers,
funds shall be transferred by the State Fiscal Officer from the
Health Care Trust Fund into the Health Care Expendable Fund and
then to the Governor's Office, Division of Medicaid, in the amount
and at such time as requested by the Governor to reconcile the
deficit.

(6) All income from the investment of the funds in the
Health Care Expendable Fund shall be credited to the account of
the Health Care Expendable Fund. Any funds in the Health Care
Expendable Fund at the end of a fiscal year shall not lapse into
the State General Fund. Any funds appropriated from the Health
Care Expendable Fund that are unexpended at the end of a fiscal
year shall lapse into the Health Care Expendable Fund.

(7) The funds in the Health Care Expendable Fund shall be
available for expenditure under specific appropriation by the
Legislature beginning in fiscal year 2000, and shall be expended
exclusively for health care purposes.

(8) The provisions of subsection (1) of this section may not
be changed in any manner except upon amendment to that subsection

by a bill enacted by the Legislature with a vote of not less than three-fifths (3/5) of the members of each house present and voting.

(9) If the State Treasurer, in consultation with the Executive Director of the Department of Finance and Administration, determines that there is a need to borrow funds to offset any temporary cash-flow deficiencies in the Health Care Expendable Fund created in this section, the Treasurer may borrow those funds from any state-source special funds in the State Treasury in amounts that can be repaid from the Health Care Expendable Fund during the fiscal year in which the funds are borrowed. The State Treasurer shall immediately notify the Legislative Budget Office and the Department of Finance and Administration of each transfer into and out of the Health Care Expendable Fund.

(10) No later than September 30, 2011, the State Treasurer shall transfer from the Health Care Expendable Fund to the Health Care Trust Fund an amount equivalent to the unencumbered ending cash balance of the Health Care Expendable Fund as of June 30, 2011, less Three Million Eight Hundred Forty Thousand Dollars (\$3,840,000.00).

* * *

SECTION 2. This act shall take effect and be in force from and after July 1, 2025.

Further, amend by striking the title in its entirety and inserting in lieu thereof the following:

1 AN ACT TO AMEND SECTION 43-13-407, MISSISSIPPI CODE OF 1972,
2 TO DELATE THE REPEALER ON CERTAIN PROVISIONS RELATING TO THE
3 HEALTH CARE EXPENDABLE FUND; AND FOR RELATED PURPOSES.

HR43\SB2690A.J

Andrew Ketchings
Clerk of the House of Representatives