

**GENERAL ASSEMBLY OF NORTH CAROLINA  
SESSION 2003**

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**SENATE BILL 434**

Short Title: Medicaid County Share/Phase Out Tier Cntys. (Public)

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Sponsors: Senator Holloman.

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Referred to: Appropriations/Base Budget.

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March 17, 2003

1 A BILL TO BE ENTITLED  
2 AN ACT TO PHASE OUT THE COUNTY SHARE OF NONFEDERAL COSTS OF  
3 THE MEDICAID PROGRAM.

4 The General Assembly of North Carolina enacts:

5 **SECTION 1.** Notwithstanding any other provision of law to the contrary, the  
6 county share of the nonfederal share of Medical Assistance Program costs, excluding  
7 administrative costs, shall be as follows for counties designated as enterprise tier  
8 counties under G.S. 105-129.3:

- 9 (1) Effective July 1, 2003, through June 30, 2005, nine percent (9%) for  
10 enterprise tier one counties.  
11 (2) Effective July 1, 2005, through June 30, 2008, six percent (6%) for  
12 enterprise tier one counties.  
13 (3) Effective July 1, 2005, twelve percent (12%) for all counties except  
14 enterprise tier one counties.  
15 (4) Effective July 1, 2006, nine percent (9%) for all counties except  
16 enterprise tier one counties.  
17 (5) Effective July 1, 2007, six percent (6%) for all counties.  
18 (6) Effective July 1, 2008, three percent (3%) for all counties.

19 Effective July 1, 2009, one hundred percent (100%) of the nonfederal share of Medical  
20 Assistance Program costs, excluding administrative costs, shall be borne by the State.

21 **SECTION 2.** Effective July 1, 2009, G.S. 108A-54 reads as rewritten:

22 "**§ 108A-54. Authorization of Medical Assistance Program.**

23 The Department is authorized and empowered to establish a Medical Assistance  
24 Program from ~~federal, State and county~~ federal and State appropriations and to adopt  
25 rules and regulations under which payments are to be made in accordance with the  
26 provisions of this Part. ~~The nonfederal share may be divided between the State and the~~  
27 ~~counties, in a manner consistent with the provisions of the federal Social Security Act,~~  
28 ~~except that the share required from the counties may not exceed the share required from~~  
29 ~~the state. If a portion of the nonfederal share is required from the counties, the boards of~~

1 ~~county commissioners of the several counties shall levy, impose and collect the taxes~~  
2 ~~required for the special purpose of medical assistance as provided in this Part, in an~~  
3 ~~amount sufficient to cover each county's share of such assistance."~~

4           **SECTION 3.** This act becomes effective July 1, 2003.