

**GENERAL ASSEMBLY OF NORTH CAROLINA**  
**SESSION 2007**

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**HOUSE BILL 560**

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

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Sponsors: Representatives Holloway; Brown, Cleveland, Faison, Folwell, Frye, Gulley, and Pate.

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Referred to: Appropriations.

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March 12, 2007

A BILL TO BE ENTITLED

1 AN ACT TO PHASE OUT THE COUNTY SHARE OF THE NONFEDERAL SHARE  
2 OF MEDICAL ASSISTANCE PROGRAM COSTS.  
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4 The General Assembly of North Carolina enacts:

5 **SECTION 1.** Notwithstanding any other provision of law to the contrary, the  
6 county portion of the nonfederal share of the State Medical Assistance Program is  
7 reduced by three percent (3%) each fiscal year, beginning July 1, 2007, until the county  
8 portion of the nonfederal share, excluding administrative costs, equals zero percent  
9 (0%). Effective July 1, 2011, one hundred percent (100%) of the nonfederal share of  
10 the costs of the Medical Assistance Program, excluding administrative costs, shall be  
11 borne by the State.

12 **SECTION 2.** Effective July 1, 2011, G.S. 108A-54 reads as rewritten:

13 "**§ 108A-54. Authorization of Medical Assistance Program.**

14 The Department is authorized and empowered to establish a Medical Assistance  
15 Program from ~~federal, State and county~~ federal and State appropriations and to adopt  
16 rules and regulations under which payments are to be made in accordance with the  
17 provisions of this Part. ~~The nonfederal share may be divided between the State and the~~  
18 ~~counties, in a manner consistent with the provisions of the federal Social Security Act,~~  
19 ~~except that the share required from the counties may not exceed the share required from~~  
20 ~~the state. If a portion of the nonfederal share is required from the counties, the boards of~~  
21 ~~county commissioners of the several counties shall levy, impose and collect the taxes~~  
22 ~~required for the special purpose of medical assistance as provided in this Part, in an~~  
23 ~~amount sufficient to cover each county's share of such assistance."~~

24 **SECTION 3.** This act is effective when it becomes law.