Overview

This bill provides a rate increase for a rule 80 nursing facility in Golden Valley, and requires the commissioner of human services to develop a performance-based contract payment system for that facility.

1 **Rule 80 APS adjustment.** Amends § 256B.431, by adding subd. 28. For the rate year beginning July 1, 1999, provides an increase of $22.25 to the per diem contract payment rate of a rule 80 nursing facility in Golden Valley providing residential rehabilitation services to young adults. Specifies that the resulting total rate shall be the base rate for any inflation adjustment in the next rate year.

2 **Rule 80; residential rehabilitation facility payment provisions.** Amends § 256B.435, by adding subd. 4. Requires the commissioner, effective on or after July 1, 2000 but no later than July 1, 2001, to implement a performance-based contract payment system for the facility identified in section 1. Requires payment rates under the system to vary from the annual adjustment that would otherwise be available under a standard contract, based on whether the facility fails to meet, meets, or exceeds standards. Limits adjustments to not more than three percent above the standard adjustment, unless the commissioner determines that the facility's performance has resulted in state savings that offset any additional adjustment.

3 **Appropriation.** Appropriates money from the general fund to the commissioner to implement sections 1 and 2.