

110TH CONGRESS  
2D SESSION

# S. 2620

To provide for a temporary increase of the Federal medical assistance percentage under the Medicaid program, and for other purposes.

---

## IN THE SENATE OF THE UNITED STATES

FEBRUARY 8 (legislative day, FEBRUARY 6), 2008

Mr. ROCKEFELLER (for himself, Mr. LAUTENBERG, Mr. MENENDEZ, and Ms. STABENOW) introduced the following bill; which was read twice and referred to the Committee on Finance

---

## A BILL

To provide for a temporary increase of the Federal medical assistance percentage under the Medicaid program, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*  
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. TEMPORARY INCREASE OF MEDICAID FMAP.**

4 (a) PERMITTING MAINTENANCE OF FISCAL YEAR  
5 2007 FMAP FOR LAST 2 CALENDAR QUARTERS OF FIS-  
6 CAL YEAR 2008.—Subject to subsection (e), if the FMAP  
7 determined without regard to this section for a State for  
8 fiscal year 2008 is less than the FMAP as so determined  
9 for fiscal year 2007, the FMAP for the State for fiscal

1 year 2007 shall be substituted for the State's FMAP for  
2 the third and fourth calendar quarters of fiscal year 2008,  
3 before the application of this section.

4 (b) PERMITTING MAINTENANCE OF FISCAL YEAR  
5 2008 FMAP FOR FIRST 3 QUARTERS OF FISCAL YEAR  
6 2009.—Subject to subsection (e), if the FMAP determined  
7 without regard to this section for a State for fiscal year  
8 2009 is less than the FMAP as so determined for fiscal  
9 year 2008, the FMAP for the State for fiscal year 2008  
10 shall be substituted for the State's FMAP for the first,  
11 second, and third calendar quarters of fiscal year 2009,  
12 before the application of this section.

13 (c) GENERAL 2.95 PERCENTAGE POINTS INCREASE  
14 FOR LAST 2 CALENDAR QUARTERS OF FISCAL YEAR 2008  
15 AND FIRST 3 CALENDAR QUARTERS OF FISCAL YEAR  
16 2009.—Subject to subsections (e), (f), and (g), for each  
17 State for the third and fourth calendar quarters of fiscal  
18 year 2008 and for the first, second, and third calendar  
19 quarters of fiscal year 2009, the FMAP (taking into ac-  
20 count the application of subsections (a) and (b)) shall be  
21 increased by 2.95 percentage points.

22 (d) INCREASE IN CAP ON MEDICAID PAYMENTS TO  
23 TERRITORIES.—Subject to subsections (f) and (g), with  
24 respect to the third and fourth calendar quarters of fiscal  
25 year 2008 and the first, second, and third calendar quar-

1 ters of fiscal year 2009, the amounts otherwise determined  
2 for Puerto Rico, the Virgin Islands, Guam, the Northern  
3 Mariana Islands, and American Samoa under subsections  
4 (f) and (g) of section 1108 of the Social Security Act (42  
5 U.S.C. 1308) shall each be increased by an amount equal  
6 to 5.90 percent of such amounts.

7 (e) SCOPE OF APPLICATION.—The increases in the  
8 FMAP for a State under this section shall apply only for  
9 purposes of title XIX of the Social Security Act and shall  
10 not apply with respect to—

11 (1) disproportionate share hospital payments  
12 described in section 1923 of such Act (42 U.S.C.  
13 1396r-4);

14 (2) payments under title IV or XXI of such Act  
15 (42 U.S.C. 601 et seq. and 1397aa et seq.); or

16 (3) any payments under XIX of such Act that  
17 are based on the enhanced FMAP described in sec-  
18 tion 2105(b) of such Act (42 U.S.C. 1397ee(b)).

19 (f) STATE ELIGIBILITY.—

20 (1) IN GENERAL.—Subject to paragraph (2), a  
21 State is eligible for an increase in its FMAP under  
22 subsection (c) or an increase in a cap amount under  
23 subsection (d) only if the eligibility under its State  
24 plan under title XIX of the Social Security Act (in-  
25 cluding any waiver under such title or under section

1 1115 of such Act (42 U.S.C. 1315)) is no more re-  
2 strictive than the eligibility under such plan (or  
3 waiver) as in effect on January 1, 2008.

4 (2) STATE REINSTATEMENT OF ELIGIBILITY  
5 PERMITTED.—A State that has restricted eligibility  
6 under its State plan under title XIX of the Social  
7 Security Act (including any waiver under such title  
8 or under section 1115 of such Act (42 U.S.C.  
9 1315)) after January 1, 2008, is eligible for an in-  
10 crease in its FMAP under subsection (c) or an in-  
11 crease in a cap amount under subsection (d) in the  
12 first calendar quarter (and subsequent calendar  
13 quarters) in which the State has reinstated eligibility  
14 that is no more restrictive than the eligibility under  
15 such plan (or waiver) as in effect on January 1,  
16 2008.

17 (3) RULE OF CONSTRUCTION.—Nothing in  
18 paragraph (1) or (2) shall be construed as affecting  
19 a State’s flexibility with respect to benefits offered  
20 under the State medicaid program under title XIX  
21 of the Social Security Act (42 U.S.C. 1396 et seq.)  
22 (including any waiver under such title or under sec-  
23 tion 1115 of such Act (42 U.S.C. 1315)).

24 (g) REQUIREMENT FOR CERTAIN STATES.—In the  
25 case of a State that requires political subdivisions within

1 the State to contribute toward the non-Federal share of  
2 expenditures under the State medicaid plan required  
3 under section 1902(a)(2) of the Social Security Act (42  
4 U.S.C. 1396a(a)(2)), the State shall not require that such  
5 political subdivisions pay a greater percentage of the non-  
6 Federal share of such expenditures for the third and  
7 fourth calendar quarters of fiscal year 2008 and the first,  
8 second, and third calendar quarters of fiscal year 2009,  
9 than the percentage that would have been required by the  
10 State under such plan on March 31, 2008, prior to appli-  
11 cation of this section.

12 (h) DEFINITIONS.—In this section:

13 (1) FMAP.—The term “FMAP” means the  
14 Federal medical assistance percentage, as defined in  
15 section 1905(b) of the Social Security Act (42  
16 U.S.C. 1396d(b)).

17 (2) STATE.—The term “State” has the mean-  
18 ing given such term for purposes of title XIX of the  
19 Social Security Act (42 U.S.C. 1396 et seq.).

20 (3) REPEAL.—Effective as of October 1, 2009,  
21 this section is repealed.

○