

IN THE SENATE

SENATE BILL NO. 1375

BY FINANCE COMMITTEE

AN ACT

1 RELATING TO THE APPROPRIATION TO HEALTH AND HUMAN SERVICES; APPROPRIATING  
2 MONEYS TO THE DEPARTMENT OF HEALTH AND WELFARE FOR THE DIVISIONS OF  
3 YOUTH SAFETY AND PERMANENCY, EARLY LEARNING AND DEVELOPMENT, FAMILY AND  
4 COMMUNITY PARTNERSHIPS, WELFARE, MEDICAID, PUBLIC HEALTH SERVICES, IN-  
5 DIRECT SUPPORT SERVICES, LICENSING AND CERTIFICATION, SUBSTANCE ABUSE  
6 TREATMENT AND PREVENTION, MENTAL HEALTH SERVICES, PSYCHIATRIC HOS-  
7 PITALIZATION, AND INDEPENDENT COUNCILS, AND TO THE STATE INDEPENDENT  
8 LIVING COUNCIL FOR FISCAL YEAR 2027; LIMITING THE NUMBER OF AUTHORIZED  
9 FULL-TIME EQUIVALENT POSITIONS; PROVIDING FOR GENERAL FUND TRANSFERS  
10 TO THE COOPERATIVE WELFARE FUND; DIRECTING EXPENDITURES FOR TRUSTEE AND  
11 BENEFIT PAYMENTS; PROVIDING REQUIREMENTS FOR PROGRAM INTEGRITY; CLARI-  
12 FYING THE RESPONSIBILITY FOR THE EDUCATIONAL NEEDS OF CERTAIN CHILDREN  
13 IN STATE CARE; DIRECTING THE USE OF CHILD ABUSE PROTECTION AND TREATMENT  
14 ACT FUNDS; REQUIRING A MONTHLY MEDICAID TRACKING REPORT; ALLOWING FOR  
15 TRANSFER OF APPROPRIATIONS BETWEEN MEDICAID PROGRAMS; REQUIRING A RE-  
16 PORT ON MEDICAID MANAGED CARE IMPLEMENTATION; REQUIRING COST-SHARING  
17 FOR SERVICES; APPROPRIATING AND TRANSFERRING MONEYS FROM THE COOPER-  
18 ATIVE WELFARE (GENERAL) FUND TO THE RURAL PHYSICIAN INCENTIVE FUND;  
19 PROVIDING REQUIREMENTS FOR BUDGET INTEGRITY FOR MEDICAID; ALLOCATING  
20 FUNDING FOR SMOKING CESSATION; DIRECTING EXPENDITURES FOR PROJECT FIL-  
21 TER; REQUIRING REPORTS ON FACILITY LICENSING AND CERTIFICATIONS; LIM-  
22 ITING THE TRANSFER OF LEGISLATIVE APPROPRIATIONS BETWEEN MENTAL HEALTH  
23 SERVICES AND PSYCHIATRIC HOSPITALIZATION; REQUIRING REPORTS REGARD-  
24 ING FUNDING FOR BEHAVIORAL HEALTH COMMUNITY CRISIS CENTERS; DIRECTING  
25 THE USE OF THE STATE OPIOID RESPONSE GRANT; DIRECTING USES OF THE IDAHO  
26 MILLENNIUM INCOME FUND; PROVIDING FOR IDAHO DRUG FREE YOUTH OVERSIGHT;  
27 PROVIDING EXEMPTIONS FROM PROGRAM TRANSFER LIMITATIONS FOR THE COMMU-  
28 NITY HOSPITALIZATION PROGRAM; DIRECTING ACQUISITIONS; PROVIDING FOR  
29 ACCOUNTABILITY REPORTS; PROVIDING FOR CONDITIONS, LIMITATIONS, AND RE-  
30 STRICTIONS; AND DECLARING AN EMERGENCY AND PROVIDING AN EFFECTIVE DATE.  
31

32 Be It Enacted by the Legislature of the State of Idaho:

33 SECTION 1. There is hereby appropriated to Health and Human Services  
34 the following amounts to be expended according to the designated programs  
35 and expense classes from the listed funds for the period July 1, 2026,  
36 through June 30, 2027:

	FOR	FOR	FOR	
	PERSONNEL	OPERATING	TRUSTEE AND	
	COSTS	EXPENDITURES	BENEFIT	TOTAL
			PAYMENTS	
5	(1) DEPARTMENT OF HEALTH AND WELFARE:			
6	I. YOUTH SAFETY & PERMANENCY:			
7	A. YOUTH SAFETY & PERMANENCY:			
8	FROM:			
9	Cooperative Welfare (General)			
10	Fund	\$18,538,400	\$4,677,100	\$23,215,500
11	Cooperative Welfare (Dedicated)			
12	Fund	76,500	20,000	96,500
13	Cooperative Welfare (Federal)			
14	Fund	<u>30,851,600</u>	<u>5,928,500</u>	<u>36,780,100</u>
15	TOTAL	\$49,466,500	\$10,625,600	\$60,092,100
16	B. FOSTER & ASSISTANCE PAYMENTS:			
17	FROM:			
18	Cooperative Welfare (General)			
19	Fund		\$29,996,300	\$29,996,300
20	Cooperative Welfare (Dedicated)			
21	Fund		150,000	150,000
22	Cooperative Welfare (Federal)			
23	Fund		<u>31,306,700</u>	<u>31,306,700</u>
24	TOTAL		\$61,453,000	\$61,453,000
25	DIVISION TOTAL	\$49,466,500	\$10,625,600	\$61,453,000
26	II. EARLY LEARNING & DEVELOPMENT:			
27	A. EARLY LEARNING AND DEVELOPMENT:			
28	FROM:			
29	Cooperative Welfare (General)			
30	Fund	\$8,453,200	\$1,505,600	\$2,860,200
31	Cooperative Welfare (Dedicated)			
32	Fund	131,100	46,300	783,100
33	Cooperative Welfare (Federal)			
34	Fund	<u>6,009,600</u>	<u>1,860,500</u>	<u>2,853,500</u>
35	TOTAL	\$14,593,900	\$3,412,400	\$6,496,800
				\$24,503,100

	FOR	FOR	FOR	
	PERSONNEL	OPERATING	TRUSTEE AND	
	COSTS	EXPENDITURES	BENEFIT	TOTAL
			PAYMENTS	
5	B. IDAHO CHILD CARE PROGRAM:			
6	FROM:			
7	Cooperative Welfare (General)			
8	Fund	\$24,800	\$1,175,000	\$1,199,800
9	Cooperative Welfare (Federal)			
10	Fund	<u>676,100</u>	<u>\$1,604,600</u>	<u>60,784,400</u>
11	TOTAL	\$700,900	\$1,604,600	\$61,959,400
12	C. SOUTHWEST IDAHO TREATMENT CENTER:			
13	FROM:			
14	Cooperative Welfare (General)			
15	Fund	\$5,967,300	\$439,300	\$91,300
16	Cooperative Welfare (Dedicated)			
17	Fund	345,500	137,800	10,600
18	Cooperative Welfare (Federal)			
19	Fund	<u>4,393,300</u>	<u>1,562,500</u>	<u>147,200</u>
20	TOTAL	\$10,706,100	\$2,139,600	\$249,100
21	DIVISION TOTAL	\$26,000,900	\$7,156,600	\$68,705,300
22	III. FAMILY AND COMMUNITY PARTNERSHIPS:			
23	FROM:			
24	Cooperative Welfare (General)			
25	Fund	\$430,200	\$133,400	\$450,000
26	Cooperative Welfare (Dedicated)			
27	Fund		19,500	50,000
28	Cooperative Welfare (Federal)			
29	Fund	<u>3,005,000</u>	<u>270,900</u>	<u>2,900,000</u>
30	TOTAL	\$3,435,200	\$423,800	\$3,400,000
31	IV. DIVISION OF WELFARE:			
32	A. SELF-RELIANCE OPERATIONS:			
33	FROM:			
34	Cooperative Welfare (General)			
35	Fund	\$19,674,300	\$5,565,000	\$25,239,300

			FOR	
	FOR	FOR	TRUSTEE AND	
	PERSONNEL	OPERATING	BENEFIT	
	COSTS	EXPENDITURES	PAYMENTS	TOTAL
5	Cooperative Welfare (Dedicated)			
6	Fund	862,100	3,539,000	4,401,100
7	Cooperative Welfare (Federal)			
8	Fund	<u>32,918,900</u>	<u>17,333,000</u>	<u>50,251,900</u>
9	TOTAL	\$53,455,300	\$26,437,000	\$79,892,300
10	B. BENEFIT PAYMENTS:			
11	FROM:			
12	Cooperative Welfare (General)			
13	Fund		\$19,630,600	\$19,630,600
14	Cooperative Welfare (Dedicated)			
15	Fund		500,000	500,000
16	Cooperative Welfare (Federal)			
17	Fund		<u>32,318,800</u>	<u>32,318,800</u>
18	TOTAL		\$52,449,400	\$52,449,400
19	DIVISION TOTAL	\$53,455,300	\$26,437,000	\$52,449,400
20	V. DIVISION OF MEDICAID:			
21	A. MEDICAID ADMINISTRATION AND MEDICAL MGMT:			
22	FROM:			
23	Cooperative Welfare (General)			
24	Fund	\$13,184,000	\$14,230,400	\$5,205,700
25	Medicaid Management Information Systems Dedicated			
26	Fund	82,900		82,900
27	Cooperative Welfare (Dedicated)			
28	Fund	461,600	8,883,800	9,345,400
29	Idaho Millennium Income			
30	Fund	108,400	142,300	250,700
31	Cooperative Welfare (Federal)			
32	Fund	<u>18,710,400</u>	<u>37,158,800</u>	<u>19,518,700</u>
33	TOTAL	\$32,547,300	\$60,415,300	\$24,724,400
				\$117,687,000

	FOR	FOR	FOR	
	PERSONNEL	OPERATING	TRUSTEE AND	
	COSTS	EXPENDITURES	BENEFIT	TOTAL
			PAYMENTS	
1				
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5	B. COORDINATED MEDICAID PLAN:			
6	FROM:			
7	Cooperative Welfare (General)			
8	Fund		\$324,757,700	\$324,757,700
9	Hospital Assessment			
10	Fund		103,577,700	103,577,700
11	Cooperative Welfare (Dedicated)			
12	Fund		1,445,100	1,445,100
13	Cooperative Welfare (Federal)			
14	Fund		<u>853,459,000</u>	<u>853,459,000</u>
15	TOTAL		\$1,283,239,500	\$1,283,239,500
16	C. ENHANCED MEDICAID PLAN:			
17	FROM:			
18	Cooperative Welfare (General)			
19	Fund		\$317,708,200	\$317,708,200
20	Hospital Assessment			
21	Fund		4,172,700	4,172,700
22	Cooperative Welfare (Dedicated)			
23	Fund		347,297,000	347,297,000
24	Cooperative Welfare (Federal)			
25	Fund		<u>752,848,700</u>	<u>752,848,700</u>
26	TOTAL		\$1,422,026,600	\$1,422,026,600
27	D. BASIC MEDICAID PLAN:			
28	FROM:			
29	Cooperative Welfare (General)			
30	Fund		\$202,906,400	\$202,906,400
31	Hospital Assessment			
32	Fund		115,270,400	115,270,400
33	Cooperative Welfare (Dedicated)			
34	Fund		1,023,000	1,023,000
35	Cooperative Welfare (Federal)			
36	Fund		<u>582,661,100</u>	<u>582,661,100</u>
37	TOTAL		\$901,860,900	\$901,860,900

	FOR	FOR	FOR	
	PERSONNEL	OPERATING	TRUSTEE AND	
	COSTS	EXPENDITURES	BENEFIT	TOTAL
			PAYMENTS	
5	E. EXPANSION MEDICAID PLAN:			
6	FROM:			
7	Cooperative Welfare (General)			
8	Fund		\$89,470,200	\$89,470,200
9	Hospital Assessment			
10	Fund		25,064,800	25,064,800
11	Cooperative Welfare (Dedicated)			
12	Fund		196,248,900	196,248,900
13	Cooperative Welfare (Federal)			
14	Fund		<u>1,010,215,500</u>	<u>1,010,215,500</u>
15	TOTAL		\$1,320,999,400	\$1,320,999,400
16	F. EXTENDED EMPLOYMENT SERVICES:			
17	FROM:			
18	Cooperative Welfare (General)			
19	Fund	\$299,900	\$91,700	\$2,969,800
				\$3,361,400
20	DIVISION TOTAL	\$32,847,200	\$60,507,000	\$4,955,820,600
				\$5,049,174,800
21	VI. PUBLIC HEALTH SERVICES:			
22	A. PHYSICAL HEALTH SERVICES:			
23	FROM:			
24	Cooperative Welfare (General)			
25	Fund	\$2,309,000	\$969,700	\$1,678,900
				\$4,957,600
26	Cancer Control			
27	Fund	76,000	205,000	82,600
				363,600
28	Central Tumor Registry			
29	Fund		360,000	360,000
30	Rural Nursing Loan Repayment			
31	Fund		875,000	875,000
32	Cooperative Welfare (Dedicated)			
33	Fund	3,176,900	5,712,700	12,386,200
				21,275,800
34	Idaho Millennium Income			
35	Fund		2,406,000	2,100,000
				4,506,000

	FOR	FOR	FOR	
	PERSONNEL	OPERATING	TRUSTEE AND	
	COSTS	EXPENDITURES	BENEFIT	TOTAL
			PAYMENTS	
5	Cooperative Welfare (Federal)			
6	Fund	<u>11,230,500</u>	<u>17,967,500</u>	<u>35,005,100</u>
7	TOTAL	\$16,792,400	\$27,620,900	\$52,127,800
8	B. LABORATORY SERVICES:			
9	FROM:			
10	Cooperative Welfare (General)			
11	Fund	\$2,369,900	\$716,000	\$3,085,900
12	Cooperative Welfare (Dedicated)			
13	Fund	498,400	273,800	772,200
14	Cooperative Welfare (Federal)			
15	Fund	<u>1,352,600</u>	<u>939,300</u>	<u>2,291,900</u>
16	TOTAL	\$4,220,900	\$1,929,100	\$6,150,000
17	C. SUICIDE PREVENTION AND AWARENESS:			
18	FROM:			
19	Cooperative Welfare (General)			
20	Fund	\$361,200	\$316,600	\$1,129,400
21	Cooperative Welfare (Federal)			
22	Fund	<u>0</u>	<u>115,000</u>	<u>80,000</u>
23	TOTAL	\$361,200	\$431,600	\$1,209,400
24	D. HEALTH CARE POLICY INITIATIVES:			
25	FROM:			
26	Cooperative Welfare (General)			
27	Fund	\$117,500	\$32,700	\$142,000
28	Cooperative Welfare (Dedicated)			
29	Fund	81,400	75,000	156,400
30	Cooperative Welfare (Federal)			
31	Fund	<u>119,200</u>	<u>33,000</u>	<u>356,300</u>
32	TOTAL	\$318,100	\$140,700	\$498,300
33	DIVISION TOTAL	\$21,692,600	\$30,122,300	\$53,835,500
				\$105,650,400

	FOR	FOR	FOR	
	PERSONNEL	OPERATING	TRUSTEE AND	
	COSTS	EXPENDITURES	BENEFIT	TOTAL
			PAYMENTS	
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5	VII. INDIRECT SUPPORT SERVICES:			
6	FROM:			
7	Cooperative Welfare (General)			
8	Fund	\$12,185,100	\$8,525,700	\$20,710,800
9	Cooperative Welfare (Dedicated)			
10	Fund	1,626,200	1,502,100	3,128,300
11	Cooperative Welfare (Federal)			
12	Fund	<u>14,142,500</u>	<u>9,780,300</u>	<u>23,922,800</u>
13	TOTAL	\$27,953,800	\$19,808,100	\$47,761,900
14	VIII. LICENSING AND CERTIFICATION:			
15	FROM:			
16	Cooperative Welfare (General)			
17	Fund	\$2,084,900	\$251,400	\$2,336,300
18	Cooperative Welfare (Dedicated)			
19	Fund	1,037,300	12,200	1,049,500
20	Cooperative Welfare (Federal)			
21	Fund	<u>4,791,100</u>	<u>639,600</u>	<u>5,430,700</u>
22	TOTAL	\$7,913,300	\$903,200	\$8,816,500
23	IX. SUBSTANCE ABUSE TREATMENT & PREVENTION:			
24	FROM:			
25	Prevention of Minors' Access to Tobacco			
26	Fund		\$21,800	\$21,800
27	Cooperative Welfare (Dedicated)			
28	Fund	\$7,000	438,300	445,300
29	Liquor Control			
30	Fund	533,900		\$116,100
31	Idaho Millennium Income			650,000
32	Fund		320,000	1,600,000
33	Cooperative Welfare (Federal)			1,920,000
34	Fund	<u>761,800</u>	<u>3,460,200</u>	<u>19,302,300</u>
35	TOTAL	\$1,302,700	\$4,240,300	\$21,018,400
				\$26,561,400

	FOR	FOR	FOR		
	PERSONNEL	OPERATING	TRUSTEE AND		
	COSTS	EXPENDITURES	BENEFIT	TOTAL	
			PAYMENTS		
1					
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4					
5	X. MENTAL HEALTH SERVICES:				
6	A. CHILDREN'S MENTAL HEALTH:				
7	FROM:				
8	Cooperative Welfare (General)				
9	Fund	\$3,759,200	\$2,715,000	\$1,550,400	\$8,024,600
10	Cooperative Welfare (Federal)				
11	Fund	<u>2,661,600</u>	<u>1,904,400</u>	<u>1,812,600</u>	<u>6,378,600</u>
12	TOTAL	\$6,420,800	\$4,619,400	\$3,363,000	\$14,403,200
13	B. ADULT MENTAL HEALTH:				
14	FROM:				
15	Cooperative Welfare (General)				
16	Fund	\$13,510,300	\$4,249,600	\$7,960,700	\$25,720,600
17	Cooperative Welfare (Federal)				
18	Fund	<u>1,085,700</u>	<u>1,165,300</u>	<u>778,700</u>	<u>3,029,700</u>
19	TOTAL	\$14,596,000	\$5,414,900	\$8,739,400	\$28,750,300
20	DIVISION TOTAL	\$21,016,800	\$10,034,300	\$12,102,400	\$43,153,500
21	XI. PSYCHIATRIC HOSPITALIZATION:				
22	A. COMMUNITY HOSPITALIZATION:				
23	FROM:				
24	Cooperative Welfare (General)				
25	Fund		\$534,800	\$4,249,900	\$4,784,700
26	B. STATE HOSPITAL NORTH:				
27	FROM:				
28	Cooperative Welfare (General)				
29	Fund	\$9,415,100	\$852,900	\$45,600	\$10,313,600
30	Cooperative Welfare (Dedicated)				
31	Fund	2,579,000	382,200		2,961,200
32	State Hospital North Endowment Income				
33	Fund	652,800	1,192,600	104,400	1,949,800
34	Cooperative Welfare (Federal)				
35	Fund	<u>1,709,300</u>	<u>0</u>	<u>0</u>	<u>1,709,300</u>
36	TOTAL	\$14,356,200	\$2,427,700	\$150,000	\$16,933,900

	FOR	FOR	FOR		
	PERSONNEL	OPERATING	TRUSTEE AND		
	COSTS	EXPENDITURES	BENEFIT	TOTAL	
			PAYMENTS		
5	C. STATE HOSPITAL SOUTH:				
6	FROM:				
7	Cooperative Welfare (General)				
8	Fund	\$6,678,900	\$225,200	\$5,300	\$6,909,400
9	Cooperative Welfare (Dedicated)				
10	Fund	13,774,200	3,339,100	900	17,114,200
11	Mental Hospital Endowment Income				
12	Fund	5,446,400	2,208,700	284,700	7,939,800
13	Cooperative Welfare (Federal)				
14	Fund	<u>5,586,500</u>	<u>893,100</u>	<u>20,300</u>	<u>6,499,900</u>
15	TOTAL	\$31,486,000	\$6,666,100	\$311,200	\$38,463,300
16	D. STATE HOSPITAL WEST:				
17	FROM:				
18	Cooperative Welfare (General)				
19	Fund	\$1,694,100	\$468,700	\$8,300	\$2,171,100
20	Cooperative Welfare (Dedicated)				
21	Fund	4,154,400	1,783,800		5,938,200
22	Cooperative Welfare (Federal)				
23	Fund	<u>4,400</u>	<u>0</u>	<u>0</u>	<u>4,400</u>
24	TOTAL	\$5,852,900	\$2,252,500	\$8,300	\$8,113,700
25	DIVISION TOTAL	\$51,695,100	\$11,881,100	\$4,719,400	\$68,295,600
26	XII. INDEPENDENT COUNCILS:				
27	A. DEVELOPMENTAL DISABILITIES COUNCIL:				
28	FROM:				
29	Cooperative Welfare (General)				
30	Fund	\$205,800	\$20,100		\$225,900
31	Cooperative Welfare (Dedicated)				
32	Fund		15,000		15,000
33	Cooperative Welfare (Federal)				
34	Fund	<u>497,200</u>	<u>275,900</u>	<u>\$31,600</u>	<u>804,700</u>
35	TOTAL	\$703,000	\$311,000	\$31,600	\$1,045,600

	FOR	FOR	FOR	
	PERSONNEL	OPERATING	TRUSTEE AND	
	COSTS	EXPENDITURES	BENEFIT	TOTAL
			PAYMENTS	
5	B. DOMESTIC VIOLENCE COUNCIL:			
6	FROM:			
7	Cooperative Welfare (General)			
8	Fund	\$198,300	\$79,200	\$277,500
9	Domestic Violence Project			
10	Fund	219,500	164,600	\$171,800
11	Cooperative Welfare (Dedicated)			
12	Fund		40,000	40,000
13	Cooperative Welfare (Federal)			
14	Fund	<u>318,300</u>	<u>269,200</u>	<u>12,515,400</u>
15	TOTAL	\$736,100	\$553,000	\$12,687,200
16	DIVISION TOTAL	\$1,439,100	\$864,000	\$12,718,800
17	(2) STATE INDEPENDENT LIVING COUNCIL:			
18	FROM:			
19	General			
20	Fund	\$173,700	\$109,900	\$283,600
21	State Independent Living Council (Ded)			
22	Fund	<u>312,200</u>	<u>94,800</u>	<u>407,000</u>
23	TOTAL	\$485,900	\$204,700	\$690,600
24	GRAND TOTAL	\$298,704,400	\$183,208,000	\$5,246,222,800

25 SECTION 2. FTP AUTHORIZATION. In accordance with Section 67-3519,  
 26 Idaho Code, each of the programs in Health and Human Services listed below  
 27 is authorized no more than the following number of full-time equivalent po-  
 28 sitions at any point during the period July 1, 2026, through June 30, 2027,  
 29 unless specifically authorized by the Governor. The Joint Finance-Appro-  
 30 priations Committee will be notified promptly of any increased positions so  
 31 authorized.

32	Youth Safety and Permanency .....	500.53
33	Early Learning and Development .....	142.83
34	Idaho Child Care Program .....	5.50
35	Southwest Idaho Treatment Center .....	111.00
36	Family and Community Partnerships .....	38.55
37	Division of Welfare .....	609.50
38	Division of Medicaid .....	303.50

1	Public Health Services .....	214.22
2	Indirect Support Services .....	244.75
3	Licensing and Certification .....	68.00
4	Substance Abuse Treatment and Prevention .....	12.00
5	Children's Mental Health .....	53.80
6	Adult Mental Health .....	132.00
7	State Hospital North .....	137.19
8	State Hospital South .....	300.41
9	State Hospital West .....	53.99
10	Developmental Disabilities Council .....	6.00
11	Domestic Violence Council .....	5.00
12	State Independent Living Council .....	4.00

13 SECTION 3. GENERAL FUND TRANSFERS. As appropriated, the Office of the  
14 State Controller shall periodically make transfers from the General Fund to  
15 the Cooperative Welfare Fund as requested by the director of the Department  
16 of Health and Welfare and approved by the Board of Examiners.

17 SECTION 4. TRUSTEE AND BENEFIT PAYMENTS. Notwithstanding the provi-  
18 sions of Section 67-3511, Idaho Code, funds appropriated in Section 1 of this  
19 act in the trustee and benefit payments expense class shall not be trans-  
20 ferred to any other expense classes for the period July 1, 2026, through June  
21 30, 2027.

22 SECTION 5. PROGRAM INTEGRITY. Notwithstanding any other provision of  
23 law to the contrary, the Department of Health and Welfare shall be required  
24 to provide those services authorized or mandated by law in each program, only  
25 to the extent of funding and available resources appropriated for each bud-  
26 geted program.

27 SECTION 6. EDUCATIONAL NEEDS. The Department of Health and Welfare  
28 shall be responsible for the educational needs of school-age children placed  
29 in its custody by the judicial branch for either child protective issues or  
30 mental health issues. If the department places a child in a licensed resi-  
31 dential treatment facility that includes a nonpublic accredited school and  
32 it is determined by the department that it is in the best interests of the  
33 child to be educated at the residential treatment facility, then it is the  
34 responsibility of the department to pay for such education per student, per  
35 educational day. Other Idaho state agencies shall not be precluded from  
36 exercising their responsibility to ensure a free and appropriate education  
37 for these students within the requirements of federal disability law. The  
38 fiscal impact of this section is included within existing department base  
39 appropriations.

40 SECTION 7. CHILD ABUSE PROTECTION AND TREATMENT ACT FUNDS. Of the  
41 amount appropriated in Section 1 of this act from the Cooperative Welfare  
42 (Federal) Fund, a minimum of \$42,000 of federal Child Abuse Protection and  
43 Treatment Act funds appropriated to the Department of Health and Welfare  
44 shall be provided to the public health districts each year. Funds for each  
45 public health district shall be distributed at one-seventh (1/7) of the

1 total amount, which shall be used for the citizen review panels pursuant to  
2 Section 16-1647, Idaho Code.

3 SECTION 8. MEDICAID TRACKING REPORT. The Department of Health and Wel-  
4 fare's Division of Medicaid and Division of Indirect Support Services shall  
5 deliver a report that compares the Medicaid appropriation, distributed by  
6 month for the year, to the actual expenditures and remaining forecasted ex-  
7 penditures for the year on a monthly basis to the Legislative Services Office  
8 and the Division of Financial Management. The report shall also include a  
9 forecast, updated monthly, of the next fiscal year's anticipated trustee and  
10 benefit expenditures. The format of the report and the information included  
11 therein shall be determined by the Legislative Services Office and the Divi-  
12 sion of Financial Management.

13 SECTION 9. TRANSFER OF APPROPRIATIONS. Notwithstanding the provisions  
14 of Section 67-3511, Idaho Code, funding provided for the trustee and bene-  
15 fit payments expense class in the Department of Health and Welfare's Divi-  
16 sion of Medicaid may be transferred in excess of ten percent (10%) among the  
17 Coordinated Medicaid Plan, Enhanced Medicaid Plan, Basic Medicaid Plan, Ex-  
18 pansion Medicaid Plan, and Medicaid Administration and Medical Management  
19 Programs, but shall not be transferred to any other budgeted program or ex-  
20 pense class within the Department of Health and Welfare for the period July  
21 1, 2026, through June 30, 2027.

22 SECTION 10. MEDICAID MANAGED CARE IMPLEMENTATION. The Department of  
23 Health and Welfare's Division of Medicaid shall provide a report to the  
24 Legislative Services Office and the Division of Financial Management on  
25 progress in integrating managed care approaches into the state Medicaid  
26 system. The format of the report and information contained therein shall be  
27 determined by the Legislative Services Office and the Division of Financial  
28 Management. The report shall be submitted no later than December 1, 2026.

29 SECTION 11. COST-SHARING REQUIREMENT. The Department of Health and  
30 Welfare shall implement cost-sharing in the Division of Medicaid, as re-  
31 quired by Section 56-257, Idaho Code, to the maximum extent that is federally  
32 allowable for the expanded population of children whose families' gross  
33 taxable income exceeds one hundred eighty-five percent (185%) but does not  
34 exceed three hundred percent (300%) of the federal poverty limit, for Medic-  
35 aid-eligible services as identified in House Bill No. 43, as enacted by the  
36 First Regular Session of the Sixty-fourth Idaho Legislature.

37 SECTION 12. CASH TRANSFER. Of the amount appropriated in Section 1 of  
38 this act from the Cooperative Welfare (General) Fund, there is hereby appro-  
39 priated and the Office of the State Controller shall transfer \$640,000 from  
40 the Cooperative Welfare (General) Fund to the Rural Physician Incentive Fund  
41 on July 1, 2026, or as soon thereafter as practicable, for the Department of  
42 Health and Welfare for the period July 1, 2026, through June 30, 2027.

43 SECTION 13. BUDGET INTEGRITY. Notwithstanding any other provision of  
44 law to the contrary, and consistent with its cost containment strategy,

1 the Department of Health and Welfare's Division of Medicaid shall submit  
2 its budget request in accordance with applicable Idaho law as of the date  
3 of submission. This section does not prohibit the agency or Governor from  
4 making requests of the Legislature that would impact any portion of the  
5 department's budget. However, any proposed changes to Idaho Code with an  
6 anticipated budgetary impact shall be identified in the agency budget re-  
7 quest and Governor's budget recommendation in narrative form only, without  
8 numerical entries. Further, the department shall submit its budget request  
9 based on the forecasted amount for the most recent month available from the  
10 report identified in Section 8 of this act and for the estimated needs of  
11 maintaining operations of the division.

12 SECTION 14. SMOKING CESSATION. Of the amount appropriated in Section 1  
13 of this act, \$2,100,000 from the Idaho Millennium Income Fund shall be dis-  
14 tributed to the public health districts for the purpose of prevention and  
15 cessation programs for tobacco, vape, and other substances as funds allow.  
16 These moneys shall be distributed to each district based on the approved for-  
17 mula of the board of trustees of the Idaho district boards of health as pro-  
18 vided in Section 39-411(6), Idaho Code.

19 SECTION 15. PROJECT FILTER ALLOWABLE USES. Of the amount appropriated  
20 in Section 1 of this act, \$2,406,000 from the Idaho Millennium Income Fund  
21 shall be expended for the purpose of prevention and cessation programs from  
22 tobacco, vape, and other substances as funds allow. No moneys for Project  
23 Filter from the Idaho Millennium Income Fund shall be used for sponsorships  
24 or passive advertising.

25 SECTION 16. REPORTS ON FACILITY LICENSING AND CERTIFICATIONS. The De-  
26 partment of Health and Welfare's Licensing and Certification Program shall  
27 provide biannual reports to the Legislative Services Office Budget and Pol-  
28 icy Analysis Division and the Division of Financial Management on the sta-  
29 tus of facility licensing and certifications as well as staff workload and  
30 caseload issues. The format of the report and the type of information in-  
31 cluded therein shall be determined by the Legislative Services Office and  
32 the Division of Financial Management. The first report shall be submitted  
33 no later than December 31, 2026, and the second report shall be submitted no  
34 later than June 30, 2027.

35 SECTION 17. LIMITING TRANSFER OF LEGISLATIVE APPROPRIATIONS. Notwith-  
36 standing the provisions of Section 67-3511, Idaho Code, moneys appropriated  
37 from the Cooperative Welfare (General) Fund to the Department of Health and  
38 Welfare's Divisions of Mental Health Services and Psychiatric Hospitaliza-  
39 tion may be transferred between divisions but shall not be transferred to any  
40 other division or program within the Department of Health and Welfare with-  
41 out legislative approval.

42 SECTION 18. BEHAVIORAL HEALTH COMMUNITY CRISIS CENTERS. The seven be-  
43 havioral health community crisis centers shall submit a report that indi-  
44 cates the levels of funding support by fund source. The format of the report  
45 and the information included therein shall be determined by the Legislative

1 Services Office Budget and Policy Analysis Division. The contents of these  
2 reports shall aid in providing a clearer understanding of the financial sit-  
3 uations of the behavioral health community crisis centers. These reports  
4 shall be submitted by the Department of Health and Welfare to the Legislative  
5 Services Office Budget and Policy Analysis Division no later than December  
6 31, 2026.

7 SECTION 19. STATE OPIOID RESPONSE GRANT. Funds available for naloxone  
8 shall be available only to first responders for distribution in the state of  
9 Idaho.

10 SECTION 20. IDAHO MILLENNIUM INCOME FUND. Of the funds appropriated  
11 from the Idaho Millennium Income Fund in Section 1 of this act, \$250,000  
12 shall be used by Idaho Drug Free Youth to support its various programs,  
13 including its annual youth summit, program chapters, and drug free school  
14 coordinators. Idaho Drug Free Youth shall provide to the Department of  
15 Health and Welfare a document that demonstrates operational and fiscal ac-  
16 countability for the supported programs. Idaho Drug Free Youth shall work  
17 collaboratively with the Department of Health and Welfare and shall sign an  
18 attestation letter or equivalent document that ensures funds will be used in  
19 accordance with this section, in accordance with Section 21 of this act, and  
20 in accordance with any other applicable rule or law and accounted for using  
21 generally accepted accounting principles.

22 SECTION 21. IDAHO DRUG FREE YOUTH OVERSIGHT. (1) The Department of  
23 Health and Welfare shall provide oversight for the funds provided in Section  
24 20 of this act for Idaho Drug Free Youth. The Department of Health and Wel-  
25 fare shall:

26 (a) Provide four distributions of \$62,500 for a total distribution of  
27 \$250,000. Distributions shall occur no later than July 15, 2026, Octo-  
28 ber 15, 2026, January 15, 2027, and April 15, 2027;

29 (b) Receive and compile two reports from Idaho Drug Free Youth and  
30 transmit each report to the Legislative Services Office Budget and Pol-  
31 icy Analysis Division on behalf of the Joint Millennium Fund Committee  
32 by December 30, 2026, and by June 30, 2027, or as soon thereafter as is  
33 practicable. The format of the report and the content therein shall be  
34 determined by the Legislative Services Office Budget and Policy Analy-  
35 sis Division;

36 (c) Withhold or recover distributions pursuant to paragraph (a) of this  
37 subsection if Idaho Drug Free Youth is not operating or has indicated it  
38 intends to no longer operate prior to the close of the fiscal year, if it  
39 does not provide any of the required reports, or otherwise as needed to  
40 address legal or fiscal concerns regarding funds provided to Idaho Drug  
41 Free Youth; and

42 (d) Assist Idaho Drug Free Youth, as needed, to ensure services are be-  
43 ing provided as intended by this act and to meet the needs of program  
44 participants.

45 (2) The Department of Health and Welfare shall not have the authority to  
46 directly manage Idaho Drug Free Youth or direct Idaho Drug Free Youth to per-  
47 form functions not required by this section or Section 20 of this act. The

1 Department of Health and Welfare shall assist Idaho Drug Free Youth to ensure  
2 funds are used in accordance with this act. If the Department of Health and  
3 Welfare has reason to believe funds are misused in violation of this section  
4 or Section 20 of this act, or any rule or law, the Department of Health and  
5 Welfare may withhold funds until Idaho Drug Free Youth is in compliance with  
6 this act and applicable law. The Department of Health and Welfare shall im-  
7 mediately notify the Legislative Services Office Budget and Policy Analysis  
8 Division on behalf of the Joint Millennium Fund Committee of any misuse or  
9 perceived misuse of funds. The Department of Health and Welfare shall work  
10 collaboratively with Idaho Drug Free Youth to develop an appropriate correc-  
11 tive action plan.

12 SECTION 22. EXEMPTIONS FROM PROGRAM TRANSFER LIMITATIONS. The Commu-  
13 nity Hospitalization Program is hereby exempted from the provisions of Sec-  
14 tion 67-3511(2), Idaho Code, allowing unlimited transfers into the Commu-  
15 nity Hospitalization Program from other programs within the Department of  
16 Health and Welfare for all moneys appropriated to it for the period July 1,  
17 2026, through June 30, 2027.

18 SECTION 23. ACQUISITIONS. (1) Consistent with the provisions of Chap-  
19 ter 92, Title 67, Idaho Code, the Idaho Department of Health and Welfare is  
20 encouraged to engage in open, competitive acquisition processes. For all  
21 acquisitions during the period July 1, 2026, through June 30, 2027, for prop-  
22 erty, services, or settlement valued at more than \$1,000,000, the Idaho De-  
23 partment of Health and Welfare shall make a report to the Joint Finance-App-  
24 propriations Committee when the acquisition process includes:

25 (a) Any targeted requests for information or questions conveyed on be-  
26 half of external stakeholders by the Office of the Governor; or

27 (b) Facilitation or coordination of meetings or communications with  
28 potential or actual bidders by the Office of the Governor.

29 (2) Such report shall be made by the Idaho Department of Health and Wel-  
30 fare to the Joint Finance-Appropriations Committee and the Legislative Ser-  
31 vices Office Budget and Policy Analysis Division within 30 business days of  
32 such contact and include:

33 (a) The nature and purpose for contact from the Office of the Governor;

34 (b) The amount of the contract for property, services, or settlement  
35 subject to the acquisition process;

36 (c) The duration of the contract for property, services, or settlement;

37 (d) The parties involved;

38 (e) The subject; and

39 (f) Whether the acquisition was part of or awarded as a result of an  
40 open, competitive acquisition process or a sole source or other noncom-  
41 petitive procurement pursuant to Section 67-9221, Idaho Code.

42 SECTION 24. ACCOUNTABILITY REPORTS. Funds specifically identified in  
43 statute or in an appropriation act as intended for a certain purpose may  
44 be used only for that purpose. Funds provided in this act are subject to  
45 accountability reports and management reviews in accordance with Section  
46 67-702, Idaho Code, provided the Legislative Services Office auditor has  
47 sufficient resources to conduct those reports. State agencies that are

1 authorized to contract for outside audits shall submit those reports to the  
2 Joint Finance-Appropriations Committee when those reports become avail-  
3 able.

4 SECTION 25. CONDITIONS, LIMITATIONS, AND RESTRICTIONS. Appropriations  
5 made pursuant to this act are subject to the conditions, limitations, and re-  
6 strictions specified in this act.

7 SECTION 26. An emergency existing therefor, which emergency is hereby  
8 declared to exist, this act shall be in full force and effect on and after  
9 July 1, 2026.