ASSEMBLY BILL NO. 47–COMMITTEE ON HEALTH AND HUMAN SERVICES

(ON BEHALF OF THE NEVADA ASSOCIATION OF COUNTIES)

PREFILED NOVEMBER 9, 2026

Referred to Committee on Health and Human Services

SUMMARY—Revises provisions relating to Medicaid. (BDR 38-543)

FISCAL NOTE: Effect on Local Government: No.
Effect on the State: Contains Appropriation from the State General Fund not included in Executive Budget.
Effect on the State Highway Fund: No.

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EXPLANATION – Matter in ***bolded italics*** is new; matter between brackets ~~[omitted material]~~ is material to be omitted.

AN ACT relating to Medicaid; providing for a reduction in obligations by counties toward the nonfederal share of certain expenditures for Medicaid; making an appropriation; and providing other matters properly relating thereto.

Legislative Counsel's Digest:

Existing law requires the Nevada Health Authority to administer Medicaid. (NRS 422.270) Existing law requires Medicaid to cover the medical, administrative and transactional costs, to the extent not covered by private insurance, of certain recipients of Medicaid who are admitted to a hospital, facility for intermediate care or facility for skilled nursing for not less than 30 consecutive days. (NRS 422.272) Existing law provides for the counties of this State to contribute toward the nonfederal share of the expenses for such coverage. (NRS 428.206, 428.285) Existing law also requires Medicaid to cover assisted living supportive services for senior citizens who reside in certain assisted living facilities. (NRS 422.3962) **Section 1** of this bill requires the Director of the Authority to reduce the obligations by counties during a fiscal year toward certain Medicaid costs for such assisted living supportive services or long-term care in a hospital, facility for intermediate care or facility for skilled nursing by an amount that depends on: (1) the amount of rebates retained by the Authority for the purchase of prescription drugs for the Medicaid program during the immediately preceding fiscal year; and (2) the percentage of the nonfederal share of total expenditures for Medicaid in this State during the second preceding fiscal year that is attributable to payments by the county toward such services or care. If the Authority deposits into the State General

Fund rebates for the purchase of prescription drugs for the Medicaid program in an amount that exceeds the amount budgeted for such rebates, **section 1** requires the Director to use a certain amount of those surplus rebates to further reduce the obligations of counties toward certain Medicaid costs for assisted living supportive services or long-term care in a hospital, facility for intermediate care or facility for skilled nursing. **Section 2** of this bill appropriates money to the Authority to further reduce the obligations of counties toward certain Medicaid costs for assisted living supportive services or long-term care in a hospital, facility for intermediate care or facility for skilled nursing during the 2027-2029 biennium.

THE PEOPLE OF THE STATE OF NEVADA, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

Section 1. Chapter 428 of NRS is hereby amended by adding thereto a new section to read as follows:

1. On or before September 1 of each year, the Director of the Nevada Health Authority shall:

(a) Calculate, for each county in this State, the percentage of the nonfederal share of total expenditures for Medicaid in this State during the second preceding fiscal year that is attributable to all payments by the county toward:

(1) The nonfederal share of expenditures set forth in NRS 422.272, including, without limitation, any payments by the county into the Fund for Hospital Care to Indigent Persons that are used pursuant to NRS 428.206 to satisfy a portion of the obligation of the county to pay the nonfederal share of such expenditures; and

(2) The nonfederal share of expenditures for the services included under the provisions of the home and community-based services waiver which are amended pursuant to NRS 422.3962.

(b) Multiply the amount of the total rebates retained by the Nevada Health Authority for the purchase of prescription drugs for the Medicaid program during the immediately preceding fiscal year, after any required payments from those rebates to the Federal Government, by the percentage calculated pursuant to paragraph (a) to determine the amount by which the obligation of each county will be reduced pursuant to paragraph (a) of subsection 2 for the current fiscal year.

(c) Calculate the amount of surplus rebates that were deposited into the State General Fund during the immediately preceding fiscal year, if any.

(d) If the Nevada Health Authority deposited surplus rebates for the purchase of prescription drugs for the Medicaid program into the State General Fund during the immediately preceding fiscal year:

(1) Calculate, for each county in this State, the percentage of total payments by all counties in this State for the purposes

described in subparagraphs (1) and (2) of paragraph (a) during the second preceding fiscal year that is attributable to the county.

(2) Determine the amount by which to reduce total obligations by all counties pursuant to paragraph (b) of subsection 2 during the current fiscal year. That amount:

(I) Except where the minimum amount established in this sub-subparagraph would exceed the maximum amount established in sub-subparagraph (III), must not be less than 5 percent of the amount calculated pursuant to paragraph (c);

(II) Must not be greater than 10 percent of the amount calculated pursuant to paragraph (c); and

(III) Must not exceed $10,000,000.

(3) Multiply the total amount calculated pursuant to subparagraph (2) by the percentage calculated for each county pursuant to subparagraph (1) to determine the amount by which the obligation for each county will be reduced pursuant to paragraph (b) of subsection 2 for the current fiscal year.

2. For a fiscal year, the Director of the Nevada Health Authority shall reduce the obligation of each county toward the nonfederal share of expenditures set forth in NRS 422.272 and the nonfederal share of expenditures for the services included under the provisions of the home and community-based services waiver which are amended pursuant to NRS 422.3962 by:

(a) The amount calculated pursuant to paragraph (b) of subsection 1 for that county; and

(b) Any additional amount calculated pursuant to subparagraph (3) of paragraph (d) of subsection 1 for that county.

3. As used in this section:

(a) "Fund for Hospital Care to Indigent Persons" means the Fund for Hospital Care to Indigent Persons created by NRS 428.175.

(b) "Surplus rebates" means the rebates received by the Nevada Health Authority for the purchase of prescription drugs for the Medicaid program that exceed the amount designated for such rebates in the budget approved by the Legislature for the fiscal year.

Sec. 2. 1. There is hereby appropriated from the State General Fund to the Nevada Health Authority the sum of $30,000,000 to pay:

(a) The nonfederal share of expenditures set forth in NRS 422.272; and

(b) The nonfederal share of expenditures for the services included under the provisions of the home and community-based services waiver which are amended pursuant to NRS 422.3962.

2. In addition to the reductions required by section 1 of this act, the Director of the Nevada Health Authority shall reduce the obligation of each county toward the expenditures set forth in subsection 1:

(a) For the 2027-2028 Fiscal Year, by an amount equal to $15,000,000 multiplied by the percentage calculated for that county pursuant to subparagraph (1) of paragraph (d) of subsection 1 of section 1 of this act for the 2025-2026 Fiscal Year.

(b) For the 2028-2029 Fiscal Year, by an amount equal to $15,000,000 multiplied by the percentage calculated for that county pursuant to subparagraph (1) of paragraph (d) of subsection 1 of section 1 of this act for the 2026-2027 Fiscal Year.

3. Any remaining balance of the appropriation made by subsection 1 must not be committed for expenditure after June 30, 2029, by the entity to which the appropriation is made or any entity to which money from the appropriation is granted or otherwise transferred in any manner, and any portion of the appropriated money remaining must not be spent for any purpose after September 21, 2029, by either the entity to which the money was appropriated or the entity to which the money was subsequently granted or transferred, and must be reverted to the State General Fund on or before September 21, 2029.

Sec. 3. This act becomes effective upon passage and approval.

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