By: Nelson S.B. No. 47

Substitute the following for S.B. No. 47:

By: McReynolds C.S.S.B. No. 47

A BILL TO BE ENTITLED

1 AN ACT

2 relating to the Medicaid fraud reduction pilot program.

3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

- SECTION 1. Section 531.1063, Government Code, is amended by amending Subsection (g) and adding Subsections (h), and (i) to read as follows:
- 7 (g) The commission <u>shall implement</u> [may extend] the program
 8 <u>statewide as provided by Subsection (h)</u> [to additional counties] if
 9 the commission determines that <u>statewide implementation</u>
 10 [expansion] would be cost-effective.
- 11 (h) The commission shall adopt a plan to implement the
 12 program statewide in phases and shall terminate the statewide
 13 implementation at any stage of the process if the commission
 14 determines that statewide implementation would not be
 15 cost-effective. The plan must include for each phase:
- 16 (1) a description of the policies and procedures to be
 17 tested concerning the handling of lost, forgotten, or stolen cards
 18 carrying a fingerprint image or situations in which a fingerprint
 19 match cannot be confirmed;
- 20 (2) a determination of whether the commission will 21 require children or persons who are elderly or disabled to 22 participate in the phase and the reason or reasons for including 23 children or persons who are elderly or disabled in the phase; and
- 24 (3) a description of the manner and location in which

- 1 the fingerprint images will be initially collected.
- 2 (i) In developing the plan required by Subsection (h), the
- 3 commission shall seek comments from recipients, providers, and
- 4 other stakeholders in the state Medicaid program.
- 5 SECTION 2. (a) In this section, "Medicaid fraud reduction
- 6 pilot program" means the pilot program required by Section
- 7 531.1063, Government Code.
- 8 (b) The Health and Human Services Commission, before
- 9 implementing a phase of the Medicaid fraud reduction pilot program
- 10 that requires mandatory participation by Medicaid recipients or
- 11 health care providers, shall submit a report regarding the phase to
- 12 the governor, lieutenant governor, speaker of the house of
- 13 representatives, and presiding officer of each standing committee
- of the senate and house of representatives having jurisdiction over
- 15 the state Medicaid program. The report must include a description
- 16 of each component of the plan for that phase, as required by
- 17 Subsection (h), Section 531.1063, Government Code.
- (c) In addition to the report required by Subsection (c),
- 19 Section 2.23, Chapter 198, Acts of the 78th Legislature, Regular
- 20 Session, 2003, the Health and Human Services Commission shall
- 21 report, not later than December 1, 2006, on the status and progress
- 22 of the Medicaid fraud reduction pilot program to the governor,
- 23 lieutenant governor, speaker of the house of representatives, and
- 24 presiding officer of each standing committee of the senate and
- 25 house of representatives having jurisdiction over the state
- 26 Medicaid program.
- 27 (d) The report required by Subsection (c) of this section

- 1 must include:
- 2 (1) a continued evaluation of the benefits of the
- 3 program;
- 4 (2) an evaluation of the strengths and weaknesses of
- 5 the policies and procedures tested in each phase required by
- 6 Subsection (h), Section 531.1063, Government Code;
- 7 (3) information concerning the cost-effectiveness of
- 8 the program;
- 9 (4) if the program has been implemented statewide, any
- 10 significant problems encountered; and
- 11 (5) if the Health and Human Services Commission
- 12 requires participation by children or persons who are elderly or
- 13 disabled, the reason or reasons for including children or persons
- 14 who are elderly or disabled in the program.
- 15 SECTION 3. If before implementing any provision of this Act
- 16 a state agency determines that a waiver or authorization from a
- 17 federal agency is necessary for implementation of that provision,
- 18 the agency affected by the provision shall request the waiver or
- 19 authorization and may delay implementing that provision until the
- 20 waiver or authorization is granted.
- 21 SECTION 4. This Act takes effect immediately if it receives
- 22 a vote of two-thirds of all the members elected to each house, as
- 23 provided by Section 39, Article III, Texas Constitution. If this
- 24 Act does not receive the vote necessary for immediate effect, this
- 25 Act takes effect September 1, 2005.