By: Averitt S.B. No. 67

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to eligibility for and the administration of the child
3	health plan program.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	SECTION 1. Subdivision (4), Section 62.002, Health and
6	Safety Code, is amended to read as follows:
7	(4) "Net [Gross] family income" means the [total]
8	amount of income established for a family after reduction for
9	offsets for expenses such as child care and work-related expenses,
10	in accordance with standards applicable under the Medicaid [without
11	consideration of any reduction for offsets that may be available to
12	the family under any other   program.
13	SECTION 2. Subchapter B, Chapter 62, Health and Safety
14	Code, is amended by adding Sections 62.056 and 62.057 to read as
15	follows:
16	Sec. 62.056. COMMUNITY OUTREACH CAMPAIGN; TOLL-FREE
17	HOTLINE. (a) The commission shall conduct a community outreach
18	and education campaign to provide information relating to the
19	availability of health benefits for children under this chapter.
20	The commission shall conduct the campaign in a manner that promotes
21	enrollment in, and minimizes duplication of effort among, all
22	state-administered child health programs.

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(1) outreach efforts that involve school-based health

(b) The community outreach campaign must include:

- 1 clinics; and
- 2 (2) a toll-free telephone number through which
- 3 families may obtain information about health benefits coverage for
- 4 <u>children.</u>
- 5 (c) The commission shall contract with community-based
- 6 organizations or coalitions of community-based organizations to
- 7 implement the community outreach campaign and shall also promote
- 8 and encourage voluntary efforts to implement the community outreach
- 9 campaign. The commission shall procure the contracts through a
- 10 process designed by the commission to encourage broad participation
- of organizations, including organizations that target population
- 12 groups with high levels of uninsured children.
- 13 (d) The commission may direct that the Department of State
- 14 Health Services perform all or part of the community outreach
- 15 campaign.
- Sec. 62.057. REGIONAL ADVISORY COMMITTEES. (a) The
- 17 commission shall appoint regional advisory committees to provide
- 18 recommendations on the operation of the child health plan program.
- 19 (b) The advisory committees, to the extent possible, must be
- 20 composed of representatives of:
- 21 (1) hospitals;
- 22 (2) insurance companies and health maintenance
- organizations eligible to offer the health benefits coverage under
- 24 the child health plan;
- 25 (3) primary care providers;
- 26 <u>(4) consumer advocates, including advocates for</u>
- 27 children with special health care needs;

1	(5)	parents	of	children	who	are	enrolled	in	the	child

- 2 health plan;
- 3 (6) rural health care providers;
- 4 (7) specialty health care providers, including
- 5 pediatric providers;
- 6 (8) community-based organizations that provide
- 7 community outreach under Section 62.056; and
- 8 <u>(9) state agencies.</u>
- 9 <u>(c) The commission shall establish the regional advisory</u>
- 10 committees, consistent with Subsection (b), in regions of this
- 11 state in a manner that ensures geographic representation.
- 12 (d) In implementing this section, the commission may use
- 13 other regional advisory structures, augmented to ensure the
- 14 representation required by Subsection (b), to the extent necessary
- to avoid duplication of administrative activities.
- (e) The advisory committees shall meet at least quarterly
- and are subject to Chapter 551, Government Code.
- (f) Section 2110.008, Government Code, does not apply to the
- 19 advisory committees.
- SECTION 3. Subsection (b), Section 62.101, Health and
- 21 Safety Code, is amended to read as follows:
- 22 (b) The commission shall establish income eligibility
- 23 levels consistent with Title XXI, Social Security Act (42 U.S.C.
- 24 Section 1397aa et seq.), as amended, and any other applicable law or
- 25 regulations, and subject to the availability of appropriated money,
- 26 so that a child who is younger than 19 years of age and whose net
- 27 [gross] family income is at or below 200 percent of the federal

- 1 poverty level is eligible for health benefits coverage under the
- 2 program. [In addition, the commission may establish eligibility
- 3 standards regarding the amount and types of allowable assets for a
- 4 family whose gross family income is above 150 percent of the federal
- 5 poverty level.
- SECTION 4. Subsection (b), Section 62.1015, Health and
  Safety Code, is amended to read as follows:
- 8 (b) A child of an employee of a charter school, school
- 9 district, other educational district whose employees are members of
- 10 the Teacher Retirement System of Texas, or regional education
- 11 service center may be enrolled in health benefits coverage under
- 12 the child health plan. A child enrolled in the child health plan
- 13 under this section[+
- [(1)] participates in the same manner as any other
- child enrolled in the child health plan[; and
- 16 [(2) is subject to the same requirements and
- 17 restrictions relating to income eligibility, continuous coverage,
- 18 and enrollment, including applicable waiting periods, as any other
- 19 child enrolled in the child health plan].
- SECTION 5. Section 62.102, Health and Safety Code, is
- 21 amended to read as follows:
- Sec. 62.102. CONTINUOUS COVERAGE. The commission shall
- 23 provide that an individual who is determined to be eligible for
- 24 coverage under the child health plan remains eligible for those
- 25 benefits until the earlier of:
- (1) the end of  $\underline{a}$  [the six-month] period, not to exceed
- 27 12 months, following the date of the eligibility determination; or

- 1 (2) the individual's 19th birthday.
- 2 SECTION 6. Subsection (b), Section 62.153, Health and
- 3 Safety Code, is amended to read as follows:
- 4 (b) Cost-sharing [Subject to Subsection (d), cost-sharing]
- 5 provisions adopted under this section shall ensure that families
- 6 with higher levels of income are required to pay progressively
- 7 higher percentages of the cost of the plan.
- 8 SECTION 7. The heading to Section 62.154, Health and Safety
- 9 Code, is amended to read as follows:
- 10 Sec. 62.154. [WAITING PERIOD;] CROWD OUT.
- SECTION 8. Subsections (a), (b), and (d), Section 62.154,
- 12 Health and Safety Code, are amended to read as follows:
- 13 (a) To the extent permitted under Title XXI of the Social
- 14 Security Act (42 U.S.C. Section 1397aa et seq.), as amended, and any
- other applicable law or regulations, the child health plan must
- include a waiting period <u>and</u>[. The child health plan] may include
- 17 copayments and other provisions intended to discourage:
- 18 (1) employers and other persons from electing to
- 19 discontinue offering coverage for children under employee or other
- 20 group health benefit plans; and
- 21 (2) individuals with access to adequate health benefit
- 22 plan coverage, other than coverage under the child health plan,
- 23 from electing not to obtain or to discontinue that coverage for a
- 24 child.
- (b) A child is not subject to a waiting period adopted under
- 26 Subsection (a) if:
- 27 (1) the family lost coverage for the child as a result

- 1 of:
- 2 (A) termination of employment because of a layoff
- 3 or business closing;
- 4 (B) termination of continuation coverage under
- 5 the Consolidated Omnibus Budget Reconciliation Act of 1985 (Pub. L.
- 6 No. 99-272);
- 7 (C) change in marital status of a parent of the
- 8 child;
- 9 (D) termination of the child's Medicaid
- 10 eligibility because:
- 11 (i) the child's family's earnings or
- 12 resources increased; or
- 13 (ii) the child reached an age at which
- 14 Medicaid coverage is not available; or
- 15 (E) a similar circumstance resulting in the
- 16 involuntary loss of coverage;
- 17 (2) the family terminated health benefits plan
- 18 coverage for the child because the cost to the child's family for
- 19 the coverage exceeded 10 percent of the family's net income; or
- 20 (3) [the child has access to group-based health
- 21 benefits plan coverage and is required to participate in the health
- 22 insurance premium payment reimbursement program administered by
- 23 the commission; or
- 24  $\left[\frac{4}{4}\right]$  the commission has determined that other grounds
- 25 exist for a good cause exception.
- 26 (d) The waiting period required by Subsection (a) must:
- 27 (1) extend for a period of 90 days after[÷

- 1 [(1)] the <u>last date on</u> [first day of the month in]
- 2 which the applicant was covered under a health benefits plan; and
- 3 (2) apply to a child who was covered by a health
- 4 benefits plan at any time during the 90 days before the date of
- 5 application for coverage under the child health plan [is enrolled
- 6 under the child health plan, if the date of enrollment is on or
- 7 before the 15th day of the month; or
- 8 [<del>(2) the first day of the month after which the</del>
- 9 applicant is enrolled under the child health plan, if the date of
- 10 enrollment is after the 15th day of the month].
- SECTION 9. Subsections (c) and (d), Section 62.155, Health
- 12 and Safety Code, are amended to read as follows:
- 13 (c) In selecting a health plan provider, the commission:
- 14 (1) may give preference to a person who provides
- 15 similar coverage under the Medicaid program; and
- 16 (2) shall provide for a choice of at least two health
- 17 plan providers in each <u>metropolitan</u> [service] area.
- 18 (d) The commissioner may authorize an exception to
- 19 Subsection (c)(2) if there is only one acceptable applicant to
- 20 become a health plan provider in the metropolitan [service] area.
- 21 SECTION 10. Subsection (d), Section 62.153, Health and
- 22 Safety Code, is repealed.
- 23 SECTION 11. This Act takes effect September 1, 2007.