By: Shapleigh S.B. No. 1914

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to certain state health care programs for children.
3	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
4	SECTION 1. Subchapter C, Chapter 62, Health and Safety
5	Code, is amended by adding Section 62.1021 to read as follows:
6	Sec. 62.1021. ALTERNATING STREAMLINED RENEWAL PROCESS.
7	(a) If the period of eligibility for coverage under the child
8	health plan is less than 12 months, the commission shall develop a
9	system by which the renewal process alternates at the end of each
10	eligibility period between a formal review and a modified
11	streamlined review.
12	(b) The commission shall adopt rules to administer the
13	streamlined review under this section. An individual applying for
14	renewal is not required to submit documentation of income as part of
15	the streamlined review process. The process must include:
16	(1) sending a prepopulated renewal form to the
17	individual applying for renewal of eligibility;
18	(2) requiring that the individual update any incorrect
19	information contained on the prepopulated form; and
20	(3) requiring that the individual affirm that all
21	information contained in the form is correct.
22	SECTION 2. Section 62.104, Health and Safety Code, is
23	amended by amending Subsections (a), (c), (d), and (f) and adding
24	Subsections (h) and (i) to read as follows:

- The commission[, or the Texas Department of Human 1 Services at the direction of and in consultation with the 2 3 commission, shall develop eligibility screening, enrollment, and renewal procedures for children that comply with 4 the requirements of 42 U.S.C. Section 1397bb, as amended, and any 5 6 other applicable law or regulations. The procedures shall ensure 7 during the initial application or renewal process, Medicaid-eligible children are identified and enrolled in 8 [referred to] the Medicaid program without delay. 9 During the 10 renewal process, the commission shall ensure that an eligible child continues to receive benefits under the appropriate program without 11 a gap in coverage between the two programs. 12
- 13 (c) The eligibility screening and enrollment procedures 14 shall ensure that children are:
- (1) screened simultaneously for eligibility under
  this chapter and for eligibility for the Medicaid program, using
  the consolidated application under Section 62.103(b); and
- 18 <u>(2)</u> [who appear to be Medicaid-eligible are identified
  19 and that their families are assisted in applying for Medicaid
  20 coverage.
- [(d) A child who applies for enrollment in the child health
  plan, who is denied Medicaid coverage after completion of a
  Medicaid application under Subsection (c), but who is eligible for
  enrollment in the child health plan, shall be enrolled in the
  appropriate program [child health plan] without further
  application or qualification.
- 27 (f) A determination of whether a child is eligible for child

- health plan coverage under the program and the enrollment of an 1 2 eligible child with a health plan provider must be completed, and 3 information on the family's available choice of health plan 4 providers must be provided, in a timely manner, as determined by the commission. The commission must require that the determination be 5 6 made and the information be provided not later than the 30th day 7 after the date a complete application is submitted on behalf of the child, unless the child is enrolled in the [referred for] Medicaid 8 9 program [application under this section].
- (h) The commission shall attempt to contact an applicant by
  mail, telephone, electronic mail, or other practicable method of
  communication to process an application for enrollment or renewal
  as quickly as possible. The commission may communicate with an
  applicant's health plan provider to obtain an applicant's contact
  information.

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- (i) If the commission is unable to determine eligibility because the application or renewal form is missing information or contains a discrepancy compared to information in a database maintained by a third party described by Section 32.026(g), Human Resources Code, the commission may not deny or terminate coverage for a child under the child health plan program or the Medicaid program until the earlier of:
- 23 (1) the date the commission determines eligibility
  24 based on:
- 25 (A) the applicant providing the missing 26 information; or
- 27 (B) resolution of the discrepancy between the

- 1 information provided on the application or renewal form and the
- 2 information contained in a third-party database; or
- 3 (2) the 90th day after the date the commission
- 4 receives the application or recertification.
- 5 SECTION 3. Subchapter C, Chapter 62, Health and Safety
- 6 Code, is amended by adding Section 62.106 to read as follows:
- 7 Sec. 62.106. DETERMINATION OF ELIGIBILITY FOR MEDICALD
- 8 PROGRAM BEFORE TERMINATION OF CHILD HEALTH PLAN PROGRAM BENEFITS.
- 9 (a) If for any reason a child becomes ineligible for the child
- 10 health plan program, the commission shall, before terminating the
- 11 child's benefits under the program, determine whether the child is
- 12 eligible for the Medicaid program, based on the information
- 13 currently available to the commission. If the commission
- 14 determines that the child is eligible, the commission shall enroll
- 15 the child in the Medicaid program without further application or
- 16 qualification, unless the child's parent objects to enrollment.
- 17 (b) the commission shall notify a parent of the child's
- 18 eligibility for the Medicaid program and automatic enrollment in
- 19 that program as soon as practicable after eligibility has been
- 20 determined.
- 21 SECTION 4. Section 32.025, Human Resources Code, is amended
- 22 by adding Subsection (d-1) to read as follows:
- 23 (d-1) The procedures under Subsection (d) shall ensure that
- 24 <u>children are screened simultaneously f</u>or eligibility under this
- 25 chapter and for eligibility under the child health plan program
- 26 under Chapter 62, Health and Safety Code, and enrolled in the
- 27 appropriate program without further application or qualification.

- 1 This subsection applies to an initial application and any
- 2 <u>subsequent recertification review.</u> The commission shall ensure
- 3 continuous coverage for an eligible child who is transferred to a
- 4 different program as a result of the recertification review with no
- 5 gap in coverage between the two programs.
- 6 SECTION 5. Subchapter B, Chapter 32, Human Resources Code,
- 7 is amended by adding Sections 32.0252 and 32.0253 to read as
- 8 follows:
- 9 Sec. 32.0252. REDUCTION OF PROCEDURAL DENIALS FOR CERTAIN
- 10 CHILDREN. (a) The department shall attempt to contact an
- 11 applicant by mail, telephone, electronic mail, or other practicable
- method of communication to process an application for enrollment or
- 13 recertification as quickly as possible. The department may
- 14 communicate with an applicant's Medicaid managed care organization
- 15 to obtain an applicant's contact information.
- 16 (b) If the department is unable to determine eligibility
- 17 because the application or recertification form is missing
- information or contains a discrepancy compared to information in a
- 19 database maintained by a third party described by Section
- 32.026(g), the department may not deny or terminate coverage for a
- 21 child under the medical assistance program until the earlier of:
- (1) the date the department determines eligibility
- 23 based on:
- 24 (A) the applicant providing the missing
- 25 information; or
- 26 (B) resolution of the discrepancy between the
- 27 information provided on the application or renewal form and the

- information contained in a third-party database; or
- 2 (2) the 90th day after the date the department
- 3 receives the application or recertification.
- 4 Sec. 32.0253. ALTERNATING STREAMLINED RENEWAL PROCESS.
- 5 (a) If the period of eligibility for coverage under the medical
- 6 assistance plan is less than 12 months, the department shall
- 7 develop a system by which the recertification review alternates at
- 8 the end of each eligibility period between a formal review and a
- 9 modified streamlined review.
- 10 (b) The executive commissioner of the Health and Human
- 11 <u>Services Commission shall adopt rules to administer the streamlined</u>
- 12 recertification review under this section. An individual applying
- 13 for recertification is not required to submit documentation of
- income as part of the streamlined review process. The process must
- 15 include:
- 16 (1) sending a prepopulated renewal form to the
- 17 <u>individual applying for recertification;</u>
- 18 (2) requiring that the individual update any incorrect
- 19 information contained on the prepopulated form; and
- 20 (3) requiring that the individual affirm that all
- 21 information contained in the form is correct.
- 22 SECTION 6. Section 32.0262(a), Human Resources Code, is
- 23 amended to read as follows:
- 24 (a) If, during a redetermination of eligibility under 42
- 25 C.F.R. Section 435.916, the department determines that [The
- 26 department shall develop procedures to ensure that all necessary
- 27 <u>information regarding</u>] a child is ineligible for [who will be

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denied] continued medical assistance under this chapter, the 1 department shall, before terminating the child's benefits under 2 3 this chapter, determine whether the child [because of an increase in income, assets, or resources but who] is eliqible for enrollment 4 in the child health plan under Chapter 62, Health and Safety Code, 5 based on information currently available to the department. If the 6 7 department determines the child is eligible, the department shall enroll the child in [is promptly transmitted to] the child health 8 plan without further application or qualification, unless the 9 child's parent or caretaker objects to the enrollment 10 [<del>in</del> accordance with the standards established under Section 62.104(d), 11 Health and Safety Code]. The department shall notify the child's 12 parent or caretaker of the child's eligibility for the child health 13 plan program and enrollment in that program as soon as practicable 14 after eligibility has been determined. 15

SECTION 7. Section 62.104(e), Health and Safety Code, is repealed.

SECTION 8. If before implementing any provision of this Act a state agency determines that a waiver or authorization from a federal agency is necessary for implementation of that provision, the agency affected by the provision shall request the waiver or authorization and may delay implementing that provision until the waiver or authorization is granted.

SECTION 9. This Act takes effect September 1, 2007.

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