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H.B. No. 497

A BILL TO BE ENTITLED

AN ACT

2 relating to a study to determine the effect on the health care 3 infrastructure in this state if the state Medicaid program is 4 abolished or a severe reduction in federal matching money under the 5 program occurs.

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

SECTION 1. (a) The Health and Human Services Commission and 7 Texas Department of Insurance shall conduct a joint study to 8 determine the effect on the health care infrastructure in this 9 state, including health care delivery mechanisms, if the state 10 11 Medicaid program is abolished or the amount of federal matching 12 money available to the state under the program is severely reduced. The study must address the effect on the availability of and 13 14 accessibility to health care services provided under the state Medicaid program as of the effective date of this Act. 15 In 16 conducting the study, the commission and department may seek input 17 from health advocacy groups.

(b) As part of the study, the Health and Human ServicesCommission and Texas Department of Insurance shall:

(1) identify all available health care resources
throughout the state, both public and private, that are not funded
wholly or partly by the state Medicaid program;

(2) identify which population groups receiving
 services under the state Medicaid program as of the effective date

1

of this Act would be most at risk of losing those services if the program were abolished or the amount of federal matching money available to the state under the program were severely reduced; and (3) determine the effect abolishment of the state

H.B. No. 497

5 Medicaid program would have on local health care service providers 6 and local financing mechanisms that provide or support care to 7 individuals who cannot afford necessary health care services.

8 (C) Not later than July 1, 2010, the Health and Human Services Commission and Texas Department of Insurance shall submit 9 10 a joint report of the commission's and department's findings and conclusions resulting from the study to the lieutenant governor, 11 12 the speaker of the house of representatives, and the presiding officers of the standing committees of the senate and house of 13 14 representatives having primary jurisdiction over health and human 15 services. The report must include:

16 (1) a statewide plan for making a transition of the 17 provision and delivery of health care services from the state 18 Medicaid program to a new health care delivery system if the program 19 were abolished or the amount of federal matching money available to 20 the state under the program were severely reduced; and

(2) an analysis of the fiscal impact to this state of continuing to provide health care services to population groups served by the state Medicaid program if the program were abolished or the amount of federal matching money available to the state under the program were severely reduced, including a fiscal analysis for each phase of the transition plan described by Subdivision (1) of this subsection.

2

H.B. No. 497

1 (d) The executive commissioner of the Health and Human 2 Services Commission and the commissioner of insurance may adopt the 3 transition plan required by Subsection (c)(1) of this section as a 4 contingency plan for transitioning recipients of health care 5 services from the state Medicaid program to a new health care 6 delivery system.

7 SECTION 2. This Act takes effect immediately if it receives 8 a vote of two-thirds of all the members elected to each house, as 9 provided by Section 39, Article III, Texas Constitution. If this 10 Act does not receive the vote necessary for immediate effect, this 11 Act takes effect September 1, 2009.