By: Coleman, Dukes, Zerwas, Davis of Harris, H.B. No. 2962 Naishtat, et al.

A BILL TO BE ENTITLED

AN ACT

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2 relating to the administration and funding of and eligibility for 3 the child health plan, medical assistance, and other programs.

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

5 SECTION 1. Sections 62.101(b) and (b-1), Health and Safety 6 Code, are amended to read as follows:

7 (b) The commission shall establish income eligibility levels consistent with Title XXI, Social Security Act (42 U.S.C. 8 9 Section 1397aa et seq.), as amended, and any other applicable law or regulations, and subject to the availability of appropriated money, 10 11 so that a child who is younger than 19 years of age and whose net 12 family income is at or below 300 [200] percent of the federal poverty level is eligible for health benefits coverage under the 13 14 program. In addition, the commission may establish eligibility standards regarding the amount and types of allowable assets for a 15 16 family whose net family income is above 250 [150] percent of the federal poverty level. 17

18 (b-1) The eligibility standards adopted under Subsection19 (b) related to allowable assets:

(1) must allow a family to own at least \$20,000
[\$10,000] in allowable assets; and

(2) may not in calculating the amount of allowableassets under Subdivision (1) consider:

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(A) the value of one vehicle that qualifies for

1 an exemption under commission rule based on its use; 2 (B) the value of a second or subsequent vehicle that qualifies for an exemption under commission rule based on its 3 use if: 4 5 (i) the vehicle is worth \$18,000 or less; or 6 (ii) the vehicle has been modified to 7 provide transportation for a household member with a disability; 8 (C) if no vehicle qualifies for an exemption based on its use under commission rule, the [first \$18,000 of] value 9 of the highest valued vehicle; or 10 (D) the first \$7,500 of value of any vehicle not 11 12 described by Paragraph (A), (B), or (C). SECTION 2. Section 62.102(a), Health and Safety Code, is 13 14 amended to read as follows: 15 (a) The [Subject to a review under Subsection (b), the] 16 commission shall provide that an individual who is determined to be 17 eligible for coverage under the child health plan remains eligible for those benefits until the earlier of: 18 the end of a period not to exceed 12 months, 19 (1)beginning the first day of the month following the date of the 20 eligibility determination; or 21 22 (2) the individual's 19th birthday. SECTION 3. Section 62.153, Health and Safety Code, 23 is 24 amended by amending Subsections (a) and (c) and adding Subsections (a-1) and (a-2) to read as follows: 25 (a) To the extent permitted under 42 U.S.C. Section 1397cc, 26 27 as amended, and any other applicable law or regulations, the

1	commission shall require enrollees whose net family incomes are at
2	or below 200 percent of the federal poverty level to share the cost
3	of the child health plan, including provisions requiring enrollees
4	under the child health plan to pay:
5	(1) a copayment for services provided under the plan;
6	(2) an enrollment fee; or
7	(3) a portion of the plan premium.
8	(a-1) The commission shall require enrollees whose net
9	family incomes are greater than 200 percent but not greater than 300
10	percent of the federal poverty level to pay a share of the cost of
11	the child health plan through copayments, fees, and a portion of the
12	plan premium. The total amount of the share required to be paid
13	must:
14	(1) include a portion of the plan premium set at an
15	amount determined by the commission that is approximately equal to
16	2.5 percent of an enrollee's net family income;
17	(2) exceed the amount required to be paid by enrollees
18	described by Subsection (a), but the total amount required to be
19	paid may not exceed five percent of an enrollee's net family income;
20	and
21	(3) increase incrementally, as determined by the
22	commission, as an enrollee's net family income increases.
23	(a-2) In establishing the cost required to be paid by an
24	enrollee described by Subsection (a-1) as a portion of the plan
25	premium, the commission shall ensure that the cost progressively
26	increases as the number of children in the enrollee's family
27	provided coverage increases.

[If cost-sharing provisions imposed under 1 (c) The Subsection (a) include requirements that enrollees pay a portion of 2 the plan premium, the] commission shall specify the manner of 3 payment for any portion of the plan premium required to be paid by 4 an enrollee under this section [in which the premium is paid]. The 5 commission may require that the premium be paid to the [Texas 6 Department of] Health and Human Services Commission, the [Texas] 7 Department of State Health [Human] Services, or the health plan 8 provider. The commission shall develop an option for an enrollee to 9 pay monthly premiums using direct debits to bank accounts or credit 10 11 cards.

12 SECTION 4. Section 62.154, Health and Safety Code, is 13 amended by amending Subsection (d) and adding Subsection (e) to 14 read as follows:

15 (d) The waiting period required by Subsection (a) <u>for a</u> 16 <u>child whose net family income is at or below 200 percent of the</u> 17 federal poverty level must:

(1) extend for a period of 90 days after the last date on which the applicant was covered under a health benefits plan; and (2) apply to a child who was covered by a health benefits plan at any time during the 90 days before the date of application for coverage under the child health plan.

(e) The waiting period required by Subsection (a) for a
 child whose net family income is greater than 200 percent but not
 greater than 300 percent of the federal poverty level must:

26 <u>(1) extend for a period of 180 days after the last</u> 27 <u>date on which the applicant was covered under a health benefits</u>

1 plan; and

2 (2) apply to a child who was covered by a health
3 benefits plan at any time during the 180 days before the date of
4 application for coverage under the child health plan.

5 SECTION 5. Subchapter D, Chapter 62, Health and Safety 6 Code, is amended by adding Section 62.1551 to read as follows:

Sec. 62.1551. TERMINATION OF COVERAGE FOR NONPAYMENT OF PREMIUMS. The executive commissioner by rule shall establish a process that allows for the termination of coverage under the child health plan of an enrollee whose net family income is greater than 200 percent but not greater than 300 percent of the federal poverty level if the enrollee does not pay the premiums required under Section 62.153(a-1).

SECTION 6. Chapter 62, Health and Safety Code, is amended by adding Subchapter F to read as follows:

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SUBCHAPTER F. BUY-IN OPTION

17 Sec. 62.251. BUY-IN OPTION FOR CERTAIN CHILDREN. The executive commissioner shall develop and implement a buy-in option 18 19 in accordance with this subchapter under which children whose net family incomes exceed 300 percent, but do not exceed 400 percent, of 20 the federal poverty level are eligible to purchase health benefits 21 coverage similar to coverage available under the child health plan 22 23 program. 24 Sec. 62.252. RULES; ELIGIBILITY AND COST-SHARING. (a) The

25 <u>executive commissioner shall adopt rules in accordance with federal</u>

26 law that apply to a child for whom health benefits coverage is 27 purchased under this subchapter. The rules must:

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1	(1) establish eligibility requirements, including a
2	requirement that a child must lack access to adequate health
3	benefits plan coverage through an employer-sponsored group health
4	benefits plan;
5	(2) ensure that premiums:
6	(A) are set at a level designed to cover the costs
7	of coverage for children participating in the buy-in option under
8	this subchapter; and
9	(B) progressively increase as the number of
10	children in the enrollee's family provided coverage increases;
11	(3) ensure that required premiums and costs for the
12	coverage for a child under this subchapter:
13	(A) are at least equal to the cost to the
14	commission of otherwise providing child health plan coverage,
15	including dental benefits, to another child who is the same age, and
16	who resides in the same state service delivery area, as the child
17	receiving coverage under this subchapter; and
18	(B) include:
19	(i) a fee in an amount determined by the
20	commission to offset all or part of the cost of prescription drugs
21	provided to enrollees under this subchapter;
22	(ii) fees to offset administrative costs
23	incurred under this subchapter; and
24	(iii) additional deductibles, coinsurance,
25	or other cost-sharing payments as determined by the executive
26	commissioner; and
27	(4) include an option for an enrollee to pay monthly

1	premiums using direct debits to bank accounts or credit cards.
2	(a-1) The rules adopted under Subsection (a)(1) must
3	provide that a child is eligible for health benefits coverage under
4	this subchapter only if the child was eligible for the medical
5	assistance program under Chapter 32, Human Resources Code, or the
6	child health plan program under Section 62.101 and was enrolled in
7	the applicable program, but the child's enrollment was not renewed
8	because, at the time of the eligibility redetermination, the
9	child's net family income exceeded the limit specified by Section
10	<u>62.101.</u>
11	(b) Notwithstanding any other provision of this chapter,
12	the executive commissioner may establish rules, benefit coverage,
13	and procedures for children for whom health benefits coverage is
14	purchased under this subchapter that differ from the rules, benefit
15	coverage, and procedures generally applicable to the child health
16	plan program.
17	Sec. 62.253. CROWD-OUT. To the extent allowed by federal
18	law, the buy-in option developed under this subchapter must include
19	provisions designed to discourage:
20	(1) employers and other persons from electing to
21	discontinue offering health benefits plan coverage for employees'
22	children under employee or other group health benefits plans; and
23	(2) individuals with access to adequate health
24	benefits plan coverage for their children through an
25	employer-sponsored group health benefits plan, as determined by the
26	executive commissioner, from electing not to obtain, or to
27	discontinue, that coverage.

<u>Sec. 62.254. POINT-OF-SERVICE COPAYMENT. The commission</u>
 <u>shall establish point-of-service copayments for the buy-in option</u>
 <u>developed under this subchapter that are higher than</u>
 <u>point-of-service copayments required for a child whose net family</u>
 <u>income is at or below 300 percent of the federal poverty level.</u>
 <u>Sec. 62.255. LOCK-OUT. (a) In this section, "lock-out</u>
 <u>period" means a period after coverage is terminated for nonpayment</u>

8 of premiums, during which a child may not be re-enrolled in the 9 child health plan program.

10 (b) The commission shall include a lock-out period for the 11 buy-in option developed under this subchapter for the purpose of 12 providing a disincentive for a parent to drop a child's coverage 13 when a child is healthy and re-enroll only when health care needs 14 occur.

15 SECTION 7. Sections 62.002(2) and (4), Health and Safety 16 Code, are amended to read as follows:

17 (2) "<u>Executive commissioner</u>" or "commissioner
18 [Commissioner]" means the <u>executive</u> commissioner of <u>the Health</u>
19 [health] and <u>Human Services Commission</u> [human services].

(4) "Net family income" means the amount of income
established for a family after reduction for offsets for child care
expenses <u>and child support payments</u>, in accordance with standards
applicable under the Medicaid program.

24 SECTION 8. Subchapter C, Chapter 62, Health and Safety 25 Code, is amended by adding Section 62.1012 to read as follows:

26 Sec. 62.1012. EXCLUSION OF COLLEGE SAVINGS PLANS. For 27 purposes of determining whether a child meets family income and

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1	resource requirements for eligibility for the child health plan,
2	the commission may not consider as income or resources a right to
3	assets held in or a right to receive payments or benefits under any
4	of the following:
5	(1) any fund or plan established under Subchapter F or
6	H, Chapter 54, Education Code, including an interest in a prepaid
7	tuition contract;
8	(2) any fund or plan established under Subchapter G,
9	Chapter 54, Education Code, including an interest in a savings
10	trust account;
11	(3) any qualified tuition program of any state that
12	meets the requirements of Section 529, Internal Revenue Code of
13	<u>1986; or</u>
14	(4) any taxable credit-only savings account that is
15	opened in a child's name and gifted to the child by a postsecondary
16	education awards program and that is exclusively accessible by the
17	program administrator.
18	SECTION 9. Subchapter B, Chapter 531, Government Code, is
19	amended by adding Section 531.0992 to read as follows:
20	Sec. 531.0992. COMMUNITY OUTREACH FOR BENEFITS PROGRAMS.
21	(a) In this section, "benefits program" includes:
22	(1) the child health plan program;
23	(2) the financial assistance program under Chapter 31,
24	Human Resources Code;
25	(3) the medical assistance program under Chapter 32,
26	Human Resources Code, including long-term care services provided
27	under the program; and

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1	(4) the food stamp program under Chapter 33, Human
2	Resources Code.
3	(b) The commission shall improve the effectiveness of
4	community outreach efforts with respect to benefits programs. To
5	improve that effectiveness, the commission shall:
6	(1) increase the capacity of existing outreach efforts
7	implemented through community-based organizations by providing
8	those organizations with adequate resources to:
9	(A) educate the public about benefits programs;
10	(B) provide assistance to the public in
11	completing applications for eligibility or recertification of
12	eligibility and obtaining required documentation for applications;
13	and
14	(C) assist applicants in resolving problems
15	encountered during the eligibility determination process;
16	(2) establish a partnership with stakeholders who will
17	provide outreach and application assistance by:
18	(A) fostering the exchange of information
19	regarding, and promoting, best practices for obtaining health
20	<pre>benefits coverage for children;</pre>
21	(B) assisting the commission in designing and
22	implementing processes to reduce procedural denials; and
23	(C) disseminating successful outreach models
24	across this state under which entities such as hospitals, school
25	districts, and local businesses partner to identify children
26	without health benefits coverage; and
27	(3) focus the outreach efforts particularly on

1 enrolling eligible persons in the child health plan program and the 2 medical assistance program under Chapter 32, Human Resources Code. (c) The partnership established under Subsection (b)(2) 3 must include entities that contract with the commission to perform 4 5 child health plan and medical assistance program eligibility determination and enrollment functions, community-based 6 organizations that contract with the commission, health benefit 7 8 plan providers, Texas Health Steps program contractors, health care providers, consumer advocates, and other interested stakeholders. 9 (d) The commission may also improve the effectiveness of 10 community outreach efforts with respect to benefits programs by 11 12 contracting with one or more persons to provide outreach and application assistance for the programs. The commission shall 13 require each potential contractor under this subsection to indicate 14 15 the person's interest in writing before submitting a proposal for a contract. If more than one person from a geographic area determined 16 17 by the commission submits a letter of interest, the commission shall encourage the persons from that area to collaborate on a 18 19 proposal for a contract.

20 (e) To the extent practicable, the commission shall give 21 preference in awarding contracts under Subsection (d) to proposals 22 submitted by collaborations that include multiple entities with 23 experience in serving a variety of populations, including 24 populations that more commonly enroll in or receive benefits under 25 benefits programs.

26 SECTION 10. Subchapter B, Chapter 531, Government Code, is 27 amended by adding Section 531.02417 to read as follows:

1	Sec. 531.02417. RECEIPT OF TEMPORARY INCREASED MEDICAID
2	FMAP AND DSH ALLOTMENT. (a) In this section:
3	(1) "DSH allotment" means the federal funding
4	allotment provided under the disproportionate share hospital
5	supplemental payment program.
6	(2) "Medicaid FMAP" means the federal medical
7	assistance percentage by which state Medicaid expenditures are
8	matched with federal funds.
9	(b) The commission shall take all actions necessary to
10	qualify this state for the temporary increase in the Medicaid FMAP
11	authorized by Section 5001, American Recovery and Reinvestment Act
12	of 2009 (Pub. L. No. 111-5), and for the temporary increase in this
13	state's DSH allotment authorized by Section 5002, American Recovery
14	and Reinvestment Act of 2009 (Pub. L. No. 111-5).
15	SECTION 11. Subchapter D, Chapter 62, Health and Safety
16	Code, is amended by adding Section 62.160 to read as follows:
17	Sec. 62.160. PROSPECTIVE PAYMENT SYSTEM FOR CERTAIN
18	SERVICES. (a) In this section:
19	(1) "Federally-qualified health center" has the
20	meaning assigned by Section 1905(1)(2)(B), Social Security Act (42
21	U.S.C. Section 1396d(1)(2)(B)).
22	(2) "Federally-qualified health center services" has
23	the meaning assigned by Section 1905(1)(2)(A), Social Security Act
24	(42 U.S.C. Section 1396d(1)(2)(A)).
25	(3) "Rural health clinic" and "rural health clinic
26	services" have the meanings assigned by Section 1905(1)(1), Social
27	Security Act (42 U.S.C. Section 1396d(1)(1)).

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1	(b) The commission shall apply the prospective payment
2	system established under Section 1902(bb), Social Security Act (42
3	U.S.C. Section 1396a(bb)), in providing child health plan coverage
4	for rural health clinic services provided through rural health
5	clinics and federally-qualified health center services provided
6	through federally-qualified health centers in accordance with
7	Section 2107(e)(1), Social Security Act (42 U.S.C. Section
8	<u>1397gg(e)(1)).</u>
9	SECTION 12. Chapter 531, Government Code, is amended by
10	adding Subchapter M-1 to read as follows:
11	SUBCHAPTER M-1. ELIGIBILITY DETERMINATION STREAMLINING AND
12	IMPROVEMENT
13	Sec. 531.471. DEFINITIONS. In this subchapter:
14	(1) "Benefits program" includes:
15	(A) the child health plan program;
16	(B) the financial assistance program under
17	Chapter 31, Human Resources Code;
18	(C) the medical assistance program under Chapter
19	32, Human Resources Code, including long-term care services
20	provided under the program; and
21	(D) the food stamp program under Chapter 33,
22	Human Resources Code.
23	(2) "SAVERR" means the System of Application,
24	Verification, Eligibility, Referral, and Reporting.
25	(3) "TIERS" means the Texas Integrated Eligibility
26	Redesign System.
27	Sec. 531.472. CORRECTIVE ACTION PLAN. If for three

consecutive months less than 90 percent of the applications or 1 2 eligibility recertifications for benefits programs are accurately processed through SAVERR or TIERS, or otherwise for the child 3 health plan program, within the applicable processing time 4 5 requirements established by state and federal law, the executive commissioner by rule shall adopt a corrective action plan for all 6 7 benefits programs that: 8 (1) identifies the steps necessary to improve the timeliness of application processing and the accuracy of 9 10 eligibility determinations; and (2) to the extent possible within the staffing levels 11 12 authorized by the General Appropriations Act, ensures that benefits program eligibility determinations are accurately made within 13 applicable processing time requirements established by state and 14 15 federal law. Sec. 531.473. REDUCTION OF DENIALS FOR MISSING INFORMATION. 16 17 (a) The executive commissioner by rule shall adopt processes designed to reduce denials of eligibility for benefits programs due 18 19 to information missing from an application. The processes must include providing comprehensive information to an applicant, 20 enrollee, or recipient regarding acceptable documentation of 21 22 income for purposes of an eligibility determination. 23 (b) Before imposing a denial of eligibility for a benefits 24 program for failure to provide information needed to complete an application, including an application for recertification, the 25

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- 26 <u>commission shall:</u>
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(1) attempt to contact the applicant, enrollee, or

1	recipient by telephone or mail to describe the specific information
2	that must be provided to complete the application; and
3	(2) allow the person a period of at least 10 business
4	days to provide the missing information instead of requiring the
5	person to submit a new application.
6	Sec. 531.474. CALL RESOLUTION STANDARDS. The executive
7	commissioner shall establish telephone call resolution standards
8	and processes for each call center established under Section
9	531.063, including a call center operated by a contractor, to
10	ensure that telephone calls regarding questions, issues, or
11	complaints received at call centers are accurately handled by call
12	center staff and are successfully resolved by call center or agency
13	staff.
14	SECTION 13. Subchapter A, Chapter 31, Human Resources Code,
15	is amended by adding Section 31.0039 to read as follows:
16	Sec. 31.0039. EXCLUSION OF COLLEGE SAVINGS PLANS. For
17	purposes of determining the amount of financial assistance granted
18	to an individual under this chapter for the support of dependent
19	children or determining whether the family meets household income
20	and resource requirements for financial assistance under this
21	chapter, the department may not consider the right to assets held in
22	or the right to receive payments or benefits under any of the
23	following:
24	(1) any fund or plan established under Subchapter F or
25	H, Chapter 54, Education Code, including an interest in a prepaid
26	tuition contract;
27	(2) any fund or plan established under Subchapter G,

1	Chapter 54, Education Code, including an interest in a savings
2	trust account;
3	(3) any qualified tuition program of any state that
4	meets the requirements of Section 529, Internal Revenue Code of
5	<u>1986; or</u>
6	(4) any taxable credit-only savings account that is
7	opened in a child's name and gifted to the child by a postsecondary
8	education awards program and that is exclusively accessible by the
9	program administrator.
10	SECTION 14. Subchapter B, Chapter 32, Human Resources Code,
11	is amended by adding Section 32.02611 to read as follows:
12	Sec. 32.02611. EXCLUSION OF COLLEGE SAVINGS PLANS. (a)
13	Except as provided by Subsection (b), in determining eligibility
14	and need for medical assistance, the department may not consider as
15	assets or resources a right to assets held in or a right to receive
16	payments or benefits under any of the following:
17	(1) any fund or plan established under Subchapter F or
18	H, Chapter 54, Education Code, including an interest in a prepaid
19	<pre>tuition contract;</pre>
20	(2) any fund or plan established under Subchapter G,
21	Chapter 54, Education Code, including an interest in a savings
22	trust account;
23	(3) any qualified tuition program of any state that
24	meets the requirements of Section 529, Internal Revenue Code of
25	<u>1986; or</u>
26	(4) any taxable credit-only savings account that is
27	opened in a child's name and gifted to the child by a postsecondary

1 <u>education awards program and that is exclusively accessible by the</u> 2 <u>program administrator.</u> 3 <u>(b) In determining eligibility and need for medical</u> 4 assistance for an applicant who may be eligible on the basis of the

5 applicant's eligibility for medical assistance for the aged, blind, 6 or disabled under 42 U.S.C. Section 1396a(a)(10) the department may 7 consider as assets or resources a right to assets held in or a right 8 to receive payments or benefits under any fund, plan, or tuition 9 program described by Subsection (a).

(c) Notwithstanding Subsection (b), the department shall 10 seek a federal waiver authorizing the department to exclude, for 11 12 purposes of determining the eligibility of an applicant described by that subsection, the right to assets held in or a right to 13 receive payments or benefits under any fund, plan, or tuition 14 15 program described by Subsection (a) if the fund, plan, or tuition program was established before the 21st birthday of the beneficiary 16 17 of the fund, plan, or tuition program.

SECTION 15. Chapter 33, Human Resources Code, is amended by adding Section 33.0151 to read as follows:

20 <u>Sec. 33.0151. FOOD STAMP ELIGIBILITY PERIOD AND PERIODIC</u> 21 <u>REPORTING REQUIREMENTS. (a) The department, to the maximum extent</u> 22 <u>allowed by federal law, shall provide that a person who is</u> 23 <u>determined to be eligible for benefits under the food stamp program</u> 24 <u>remains eligible for those benefits for a period of at least 12</u> 25 <u>months unless the department determines that a shorter eligibility</u> 26 <u>period is necessary to ensure program integrity.</u>

27 (b) The department may require food stamp recipients to

periodically report changes in household circumstances in 1 accordance with Section 6(c)(1)(A), Food and Nutrition Act of 2008 2 (7 U.S.C. Section 2015(c)(1)(A)). 3 4 SECTION 16. (a) In this section: 5 (1) "Child health plan program" means the state child health plan program established under Chapter 62, Health and Safety 6 7 Code. "Commission" means the Health and Human Services 8 (2) 9 Commission. "Executive commissioner" means the 10 (3)executive commissioner of the Health and Human Services Commission. 11 "Medicaid" means the medical assistance program 12 (4)under Chapter 32, Human Resources Code. 13 1, 2010, the executive 14 (b) Not later than September commissioner by rule shall develop a strategic plan designed to: 15 (1) 16 intensify community outreach and education 17 relating to the availability of benefits under the child health plan and Medicaid programs; and 18 reduce the paperwork and other administrative 19 (2) burdens associated with determining eligibility for and enrolling 20 eligible individuals in the child health plan program and Medicaid. 21 (c) Not later than September 1, 2011, the commission shall 22 23 implement the plan developed under Subsection (b) of this section. 24 SECTION 17. (a) In this section: 25 (1)"FMAP" means the federal medical assistance 26 percentage by which state expenditures under the Medicaid program are matched with federal funds. 27

H.B. No. 2962 (2) "Medicaid program" means the medical assistance 2 program under Chapter 32, Human Resources Code.

Subject to Subsection (c) of this section, during the 3 (b) state fiscal biennium beginning September 1, 2009, the medically 4 needy program under Section 32.024(i), Human Resources Code, as 5 amended by Chapters 198 (H.B. 2292) and 1251 (S.B. 1862), Acts of 6 the 78th Legislature, Regular Session, 2003, that serves certain 7 8 pregnant women, children, and caretakers must, at a minimum, serve recipients, including adult recipients, in the same manner and at 9 10 the same level as services were provided to recipients under the medically needy program during the state fiscal biennium ending 11 August 31, 2003. 12

13 (c) The Health and Human Services Commission is required to 14 expand the number of recipients served and the services provided in 15 accordance with Subsection (b) of this section only if:

16 (1) for any portion of the period beginning September17 1, 2009, and ending December 31, 2010:

(A) this state's FMAP is increased as authorized
by Section 5001(c), American Recovery and Reinvestment Act of 2009
(Pub. L. No. 111-5); and

(B) the applicable percent used in computing that increase is the percent specified in Section 5001(c)(3)(A)(ii) or (iii), American Recovery and Reinvestment Act of 2009 (Pub. L. No. 111-5); and

(2) the receipt by this state of federal funds
resulting from the increased FMAP described by Subdivision (1) of
this subsection results in general revenue funds otherwise

appropriated to the Health and Human Services Commission becoming
 available for the purposes of this section.

(d) The Health and Human Services Commission:

4 (1) may use appropriated funds that become available
5 as described by Subsection (c)(2) of this section for purposes of
6 this section; and

7 (2) is not required to obtain prior approval from the 8 governor, the Legislative Budget Board, or any other person or 9 entity to use those funds for purposes of this section.

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(e) This section expires September 2, 2011.

11 SECTION 18. Sections 62.102(b) and (c) and 62.151(f),
12 Health and Safety Code, are repealed.

13 SECTION 19. Not later than January 1, 2010, the executive 14 commissioner of the Health and Human Services Commission shall 15 adopt rules as necessary to implement Subchapter F, Chapter 62, 16 Health and Safety Code, as added by this Act.

17 SECTION 20. The changes in law made by this Act apply to an initial determination of eligibility or a recertification of 18 19 eligibility for the child health plan program under Chapter 62, Health and Safety Code, the financial assistance program under 20 Chapter 31, Human Resources Code, the medical assistance program 21 under Chapter 32, Human Resources Code, or the food stamp program 22 under Chapter 33, Human Resources Code, made on or after September 23 24 1,2009.

25 SECTION 21. If before implementing any provision of this 26 Act a state agency determines that a waiver or authorization from a 27 federal agency is necessary for implementation of that provision,

1 the agency affected by the provision shall request the waiver or 2 authorization and may delay implementing that provision until the 3 waiver or authorization is granted.

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4 SECTION 22. This Act takes effect September 1, 2009.