By: Hunter H.B. No. 4288

A BILL TO BE ENTITLED

1 AN ACT

- 2 relating to health care coverage for children in Title IV-D cases.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Section 154.182(b), Family Code, is amended to
- 5 read as follows:
- 6 (b) In determining the manner in which health care coverage
- 7 for the child is to be ordered, the court shall render its order in
- 8 accordance with the following priorities, unless a party shows good
- 9 cause why a particular order would not be in the best interest of
- 10 the child:
- 11 (1) if health insurance is available for the child
- 12 through a parent's employment or membership in a union, trade
- 13 association, or other organization at reasonable cost [to the
- 14 parent], the court shall order that parent to include the child in
- 15 the parent's health insurance;
- 16 (2) if health insurance is not available for the child
- 17 under Subdivision (1) but is available to a parent at reasonable
- 18 cost from another source, including the program under Section
- 19 <u>154.1826 to provide health insurance in Title IV-D cases</u> [and at a
- 20 $\frac{\text{reasonable cost}}{\text{cost}}$], the court may order that parent to provide health
- 21 insurance for the child; or
- 22 (3) if health insurance coverage is not available for
- 23 the child under Subdivision (1) or (2), the court shall order the
- 24 obligor to pay the obligee, in addition to any amount ordered under

- 1 the guidelines for child support, an amount, not to exceed nine
- 2 percent of the obligor's annual [monthly] resources, as described
- 3 by Section 154.062(b), as cash medical support for the child.
- 4 SECTION 2. Subchapter D, Chapter 154, Family Code, is
- 5 amended by adding Sections 154.1826 and 154.1827 to read as
- 6 follows:
- 7 Sec. 154.1826. HEALTH CARE PROGRAM FOR CERTAIN CHILDREN IN
- 8 <u>TITLE IV-D CASES.</u> (a) In this section:
- 9 (1) "Health benefit plan issuer" means an insurer,
- 10 health maintenance organization, or other entity authorized to
- 11 provide health benefits coverage under this section, including a
- 12 primary care case management provider network.
- 13 (2) "Health care provider" means a physician or other
- 14 person who is licensed, certified, or otherwise authorized to
- 15 provide a health care service in this state.
- 16 (3) "Program" means the child health care program
- 17 developed under this section.
- 18 <u>(4) "Reasonable cost" has the meaning assigned by</u>
- 19 Section 154.181(e).
- (b) In consultation with the Texas Department of Insurance,
- 21 the Health and Human Services Commission, and representatives of
- 22 the insurance industry in this state, the Title IV-D agency shall
- 23 <u>develop</u> and implement a statewide program to address the health
- 24 care needs of children in Title IV-D cases for whom health insurance
- 25 is not available to either parent at reasonable cost in the manner
- 26 described by Section 154.182(b)(1).
- 27 (c) The principal objective of the program is to provide

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- 1 basic health care services, including usual physician services,
- 2 office visits, hospitalization, and laboratory, x-ray, and
- 3 emergency services, to eligible children in Title IV-D cases at
- 4 reasonable cost to the parents obligated by court order to provide
- 5 medical support for the children. The health care services
- 6 provided are intended to be commensurate in range of services with
- 7 the premium reimbursement available to a health benefit plan
- 8 issuer.
- 9 (d) It is the intent of the legislature that the Title IV-D
- 10 agency maximize the use of private resources in administering the
- 11 program, including the use of gifts and grants. To the extent
- 12 federal money is available for that purpose, the Title IV-D agency
- 13 may contract with a third-party administrator to provide enrollment
- 14 and related services under the program.
- 15 <u>(e) The Title IV-D agency shall adopt rules as necessary to</u>
- 16 implement the program. The Title IV-D agency shall consult with the
- 17 Health and Human Services Commission and other public and private
- 18 health care authorities in establishing policies regarding
- 19 benefits provided by the program.
- 20 (f) The program may not deny health care coverage to
- 21 eligible children because of preexisting conditions or chronic
- 22 illnesses, and must provide a uniform schedule of benefits for all
- 23 children enrolled in the program. A child who is determined to be
- 24 eligible for coverage under the program continues to be eligible
- 25 until the termination of the parent's duty to pay child support as
- 26 specified by Section 154.006.
- 27 (g) The Title IV-D agency shall solicit applications for

- 1 participation in the program from health benefit plan issuers who
- 2 meet requirements specified by the agency. The Title IV-D agency
- 3 shall consult with the Texas Department of Insurance in the
- 4 appropriate rating of health benefit plan issuers who apply for
- 5 participation in the program. Each health benefit plan issuer who
- 6 participates in the program must hold a certificate of authority
- 7 issued by the Texas Department of Insurance.
- 8 (h) The Title IV-D agency shall promptly notify the courts
- 9 of this state when the program has been implemented and is available
- 10 to provide for the health care needs of children described by
- 11 Subsection (b). The notification must specify a date beginning on
- 12 which children may be enrolled in the program.
- 13 (i) On or after the date specified in the notification
- 14 required by Subsection (h), a court that orders health care
- 15 coverage for a child in a Title IV-D case shall order that the child
- 16 be enrolled in the program authorized by this section unless other
- 17 private health insurance is available for the child at reasonable
- 18 cost.
- 19 (j) Payment of premium costs for the enrollment of a child
- 20 in the program may be enforced against the obligor by any means
- 21 available for the enforcement of a child support obligation,
- 22 <u>including income withholding under Chapter 158.</u>
- 23 (k) To provide the flexibility necessary to provide
- 24 services at a reasonable cost to an obligor, and notwithstanding
- 25 any provision in the Insurance Code, the program authorized by this
- 26 section is not subject to a law that requires:
- 27 (1) coverage or the offer of coverage of a particular

- 1 health care service or benefit;
- 2 (2) coverage or the offer of coverage for the
- 3 provision of services by a particular health care provider, other
- 4 than a provider selected for participation in the program; or
- 5 (3) the use of a particular insurance policy or
- 6 contract form or of particular language in a policy or contract
- 7 form.
- 8 Sec. 154.1827. ADMINISTRATIVE ADJUSTMENT OF MEDICAL
- 9 SUPPORT ORDER. (a) In a Title IV-D case in which a medical support
- 10 order requires that a child be enrolled in a health care program
- 11 under Section 154.1826, the Title IV-D agency may administratively
- 12 adjust the order as necessary to reflect changes in the amount of
- 13 premium costs associated with the child's enrollment.
- 14 (b) The Title IV-D agency shall provide notice of the
- 15 administrative adjustment to the obligor and the clerk of the court
- 16 <u>that rendered the order.</u>
- 17 SECTION 3. This Act takes effect September 1, 2009, except
- 18 that Section 2 of this Act takes effect immediately if this Act
- 19 receives a vote of two-thirds of all the members elected to each
- 20 house, as provided by Section 39, Article III, Texas Constitution.
- 21 If this Act does not receive the vote necessary for immediate
- 22 effect, Section 2 takes effect September 1, 2009.