By: Pitts H.B. No. 4584

A BILL TO BE ENTITLED

1	AN ACT
2	relating to improving efficiency in state government and reducing
3	state government spending.
4	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
5	ARTICLE 1. ESTABLISHMENT OF A PILL SPLITTING PROGRAM TO REDUCE
6	HEALTH PLAN COSTS FOR CERTAIN PUBLIC EMPLOYEES
7	SECTION 1.01. Subchapter E, Chapter 1551, Insurance Code,
8	is amended by adding Section 1551.225 to read as follows:
9	Sec. 1551.225. ESTABLISHMENT OF PILL SPLITTING PROGRAM.
10	(a) In this section:
11	(1) "Eligible prescription pill" means a prescription
12	medication delivered in pill form and in a dosage that is
13	appropriate for splitting.
14	(2) "Pill splitting" means dividing an eligible
15	prescription pill to obtain a prescribed dose.
16	(b) The board of trustees by rule shall design and establish
17	a voluntary pill splitting program. The pill splitting program
18	must:
19	(1) include a copayment reduction incentive for
20	individuals covered by the group benefits program who participate
21	in the pill splitting program; and
22	(2) require an individual who participates in the pill

24

23 <u>splitting program to:</u>

(A) obtain a prescription for an eligible

- 1 prescription pill authorizing pill splitting from the prescribing
- 2 physician before participating; and
- 3 (B) personally split the eligible prescription
- 4 pill.
- 5 (c) The board of trustees shall establish a list of eligible
- 6 prescription pills and shall periodically update the list.
- 7 (d) The board of trustees shall report at least annually to
- 8 the Legislative Budget Board and the governor on the design of the
- 9 pill splitting program, the medications included on the list of
- 10 eligible prescription pills, participation in the program, and cost
- 11 savings resulting from the program.
- 12 SECTION 1.02. Subchapter D, Chapter 1575, Insurance Code,
- 13 is amended by adding Section 1575.171 to read as follows:
- 14 Sec. 1575.171. ESTABLISHMENT OF PILL SPLITTING PROGRAM.
- 15 (a) In this section:
- 16 (1) "Eligible prescription pill" means a prescription
- 17 medication delivered in pill form and in a dosage that is
- 18 appropriate for splitting.
- 19 (2) "Pill splitting" means dividing an eligible
- 20 prescription pill to obtain a prescribed dose.
- 21 <u>(b) The trustee by rule shall design and establish a</u>
- 22 voluntary pill splitting program. The pill splitting program must:
- 23 <u>(1) include a copayment reduction incentive for</u>
- 24 individuals covered by the group program who participate in the
- 25 pill splitting program; and
- 26 (2) require an individual who participates in the pill
- 27 splitting program to:

- 1 (A) obtain a prescription for an eligible
- 2 prescription pill authorizing pill splitting from the prescribing
- 3 physician before participating; and
- 4 (B) personally split the eligible prescription
- 5 pill.
- 6 (c) The trustee shall establish a list of eligible
- 7 prescription pills and shall periodically update the list.
- 8 (d) The trustee shall report at least annually to the
- 9 Legislative Budget Board and the governor on the design of the pill
- 10 splitting program, medications included on the list of eligible
- 11 prescription pills, participation in the program, and cost savings
- 12 resulting from the program.
- SECTION 1.03. Subchapter C, Chapter 1579, Insurance Code,
- 14 is amended by adding Section 1579.109 to read as follows:
- 15 Sec. 1579.109. ESTABLISHMENT OF PILL SPLITTING PROGRAM.
- 16 (a) In this section:
- 17 (1) "Eligible prescription pill" means a prescription
- 18 medication delivered in pill form and in a dosage that is
- 19 appropriate for splitting.
- 20 (2) "Pill splitting" means dividing an eligible
- 21 prescription pill to obtain a prescribed dose.
- 22 <u>(b) The trustee by rule shall design and establish a</u>
- 23 voluntary pill splitting program. The pill splitting program must:
- 24 (1) include a copayment reduction incentive for
- 25 individuals covered by a health coverage plan under this subchapter
- 26 who participate in the pill splitting program; and
- 27 (2) require an individual who participates in the pill

- 1 splitting program to:
- 2 (A) obtain a prescription for an eligible
- 3 prescription pill authorizing pill splitting from the prescribing
- 4 physician before participating; and
- 5 (B) personally split the eligible prescription
- 6 pill.
- 7 (c) The trustee shall establish a list of eligible
- 8 prescription pills and shall periodically update the list.
- 9 (d) The trustee shall report at least annually to the
- 10 Legislative Budget Board and the governor on the design of the pill
- 11 splitting program, medications included in the list of eligible
- 12 prescription pills, participation in the pill splitting program,
- 13 and cost savings resulting from the pill splitting program.
- 14 SECTION 1.04. Subchapter C, Chapter 1601, Insurance Code,
- is amended by adding Section 1601.111 to read as follows:
- Sec. 1601.111. ESTABLISHMENT OF PILL SPLITTING PROGRAM.
- 17 (a) In this section:
- 18 (1) "Eligible prescription pill" means a prescription
- 19 medication delivered in pill form and in a dosage that is
- 20 appropriate for splitting.
- 21 (2) "Pill splitting" means dividing an eligible
- 22 prescription pill to obtain a prescribed dose.
- 23 <u>(b) Each system by rule shall design and establish a</u>
- 24 voluntary pill splitting program. The pill splitting program must:
- 25 <u>(1) include a copayment reduction incentive for</u>
- 26 individuals covered by a health benefit plan provided under this
- 27 chapter who participate in the program; and

- 1 (2) require an individual who participates in the
- 2 program to:
- 3 (A) obtain a prescription for an eligible
- 4 prescription pill authorizing pill splitting from the prescribing
- 5 physician before participating; and
- 6 (B) personally split the eligible prescription
- 7 pill.
- 8 <u>(c) Each system shall establish a list of eligible</u>
- 9 prescription pills and shall periodically update the list.
- 10 (d) Each system shall report at least annually to the
- 11 Legislative Budget Board and the governor on the design of the pill
- 12 splitting program, medications included in the list of eligible
- 13 prescription pills, participation in the program, and cost savings
- 14 resulting from the program.
- 15 SECTION 1.05. The initial reports required by Sections
- 16 1551.225(d), 1575.171(d), 1579.109(d), and 1601.111(d), Insurance
- 17 Code, as added by this article, are due not later than December 1,
- 18 2010.
- 19 SECTION 1.06. The changes in law made by this article apply
- 20 only to health benefit plans provided under Chapters 1551, 1575,
- 21 1579, and 1601, Insurance Code, beginning with the 2009-2010 plan
- 22 year. A plan year before 2009-2010 is governed by the law as it
- 23 existed immediately before September 1, 2009, and that law is
- 24 continued in effect for that purpose.
- 25 SECTION 1.07. This article takes effect immediately if this
- 26 Act receives a vote of two-thirds of all the members elected to each
- 27 house, as provided by Section 39, Article III, Texas Constitution.

- 1 If this Act does not receive the vote necessary for immediate
- 2 effect, this article takes effect September 1, 2009.
- 3 ARTICLE 2. MEDICAID CONSOLIDATED WAIVER PROGRAM AND OTHER MEDICAID
- 4 LONG-TERM CARE WAIVER PROGRAMS
- 5 SECTION 2.01. Subchapter D, Chapter 161, Human Resources
- 6 Code, is amended by adding Section 161.077 to read as follows:
- 7 Sec. 161.077. LONG-TERM CARE MEDICAID WAIVER PROGRAMS. (a)
- 8 In this section, "Section 1915(c) waiver program" has the meaning
- 9 assigned by Section 531.001, Government Code.
- 10 (b) The department, in consultation with the commission,
- 11 shall streamline the administration of and delivery of services
- 12 through Section 1915(c) waiver programs. In implementing this
- 13 subsection, the department, subject to Subsection (c), may consider
- 14 implementing the following streamlining initiatives:
- 15 (1) reducing the number of forms used in administering
- 16 the programs;
- 17 (2) revising program provider manuals and training
- 18 curricula;
- 19 (3) consolidating service authorization systems;
- 20 (4) eliminating any physician signature requirements
- 21 the department considers unnecessary;
- 22 <u>(5) standardizing individual service plan processes</u>
- 23 <u>across the programs; and</u>
- 24 (6) any other initiatives that will increase
- 25 efficiencies in the programs.
- 26 (c) The department shall ensure that actions taken under
- 27 this section do not conflict with any requirements of the

- 1 commission under Section 531.0218, Government Code.
- 2 SECTION 2.02. Effective September 15, 2009, Section
- 3 531.02191, Government Code, is amended to read as follows:
- 4 Sec. 531.02191. PUBLIC INPUT. In complying with the
- 5 requirements of <u>Sections</u>] 531.0218 [and 531.0219], the
- 6 commission shall regularly consult with and obtain input from:
- 7 (1) consumers and family members;
- 8 (2) providers;
- 9 (3) advocacy groups;
- 10 (4) state agencies that administer a Section 1915(c)
- 11 waiver program; and
- 12 (5) other interested persons.
- SECTION 2.03. (a) Effective September 15, 2009, Section
- 14 531.0219, Government Code, is repealed.
- 15 (b) Effective September 15, 2009, the consolidated waiver
- 16 program under Section 531.0219, Government Code, is abolished. The
- 17 Department of Aging and Disability Services, with the assistance of
- 18 the Health and Human Services Commission, shall:
- 19 (1) before September 14, 2009, determine in which
- 20 other Section 1915(c) waiver programs, as defined by Section
- 21 531.001, Government Code, each person receiving services through
- 22 the consolidated waiver program is eligible for enrollment; and
- 23 (2) not later than September 14, 2009, transfer the
- 24 person's enrollment without any break in service from the
- 25 consolidated waiver program to an appropriate program described by
- 26 Subdivision (1) of this subsection for which the person is
- 27 eligible.

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- 1 (c) A person described by Subsection (b) of this section may
- 2 not be placed on an interest list or any other waiting list for a
- 3 Section 1915(c) waiver program instead of being enrolled in a
- 4 program as required by Subsection (b)(2) of this section.
- 5 SECTION 2.04. If before implementing any provision of this
- 6 article a state agency determines that a waiver or authorization
- 7 from a federal agency is necessary for implementation of that
- 8 provision, the agency affected by the provision shall request the
- 9 waiver or authorization and may delay implementing that provision
- 10 until the waiver or authorization is granted.
- 11 SECTION 2.05. This article takes effect immediately if this
- 12 Act receives a vote of two-thirds of all the members elected to each
- 13 house, as provided by Section 39, Article III, Texas Constitution.
- 14 If this Act does not receive the vote necessary for immediate
- 15 effect, this article takes effect September 1, 2009.
- ARTICLE 3. CERTAIN TAX CREDITS FOR INSURER EXAMINATION AND
- 17 EVALUATION FEES
- 18 SECTION 3.01. The following laws are repealed:
- 19 (1) Section 221.006, Insurance Code;
- 20 (2) Section 222.007, Insurance Code;
- 21 (3) Section 223.009, Insurance Code;
- 22 (4) Section 401.151(e), Insurance Code; and
- 23 (5) Section 401.154, Insurance Code.
- 24 SECTION 3.02. The change in law made by this article applies
- 25 only to a tax credit for an examination or evaluation fee paid on or
- 26 after January 1, 2009.
- 27 SECTION 3.03. This article takes effect immediately if this

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- 1 Act receives a vote of two-thirds of all the members elected to each
- 2 house, as provided by Section 39, Article III, Texas Constitution.
- 3 If this Act does not receive the vote necessary for immediate
- 4 effect, this article takes effect September 1, 2009.
- 5 ARTICLE 4. AUTHORITY OF THE STATE BOARD OF THE TEXAS EMERGENCY
- 6 SERVICES RETIREMENT SYSTEM
- 7 SECTION 4.01. Section 865.006(a), Government Code, is
- 8 amended to read as follows:
- 9 (a) The state board shall employ a certified public
- 10 accountant, an actuary, and an investment consultant for the fund
- 11 and may acquire computer, custodial, or investment management
- 12 services for the fund. The state board may employ other employees
- 13 as necessary. The costs of accounting, actuarial, investment
- 14 consulting, computer, custodial, or investment management services
- 15 and other <u>employees or</u> administrative expenses may be paid from
- 16 income earned by investment of the fund. No portion of the corpus
- 17 or income of the fund may be used for purposes other than the
- 18 benefit of members, retired emergency services personnel, and their
- 19 beneficiaries.
- SECTION 4.02. This article takes effect September 1, 2009.
- 21 ARTICLE 5. RELEASE FROM THE TEXAS DEPARTMENT OF CRIMINAL JUSTICE OF
- 22 CERTAIN INMATES WHO COMPLETE A REHABILITATION PROGRAM
- SECTION 5.01. Section 508.141, Government Code, is amended
- 24 by adding Subsections (b-1), (d-1), and (d-2) and amending
- 25 Subsection (d) to read as follows:
- 26 (b-1) If a parole panel requires, as a condition of release,
- 27 that an inmate complete a specific department rehabilitation

- 1 program before release, the department shall place the inmate in
- 2 the program specified by the parole panel, except that the
- 3 department may place the inmate in a different program with the
- 4 approval of the parole panel.
- 5 (d) A parole panel may release an inmate on parole during
- 6 the parole month established for the inmate, or during any
- 7 applicable range of dates established under Subsection (d-1), if
- 8 the panel determines that the inmate's release will not increase
- 9 the likelihood of harm to the public.
- 10 (d-1) A parole panel that, as a condition of release,
- 11 requires an inmate to complete a specific department rehabilitation
- 12 program shall specify a range of dates, based on the date the inmate
- 13 is likely to have completed the specified program, during which the
- 14 department may release the inmate, if the inmate has:
- (1) successfully completed the program specified by
- 16 the parole panel; and
- 17 (2) satisfied all other conditions of release
- 18 specified by the parole panel.
- 19 <u>(d-2)</u> The range of dates specified by the parole panel under
- 20 Subsection (d-1) may not begin earlier than the 45th day before any
- 21 applicable release date established for the inmate and must be a
- 22 range of at least 30 days.
- 23 SECTION 5.02. The change in law made by this article applies
- 24 to any inmate who is confined in a facility operated by or under
- 25 contract with the Texas Department of Criminal Justice on or after
- 26 the effective date of this article, regardless of when the inmate's
- 27 period of confinement began.

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- 1 SECTION 5.03. This article takes effect September 1, 2009.
- 2 ARTICLE 6. GENERAL APPROPRIATIONS ACT
- 3 SECTION 6.01. (a) Each agency appropriated funds under the
- 4 General Appropriations Act shall reduce travel expenses during the
- 5 fiscal year beginning on September 1, 2009, by an amount equal to
- 6 one percent of the amount of total travel expenses incurred by the
- 7 agency during the fiscal year that began on September 1, 2008.
- 8 (b) This section expires September 1, 2011.
- 9 SECTION 6.02. (a) The appropriations to an agency affected
- 10 by the provisions of Articles 1-5 of this Act for the fiscal
- 11 biennium beginning on September 1, 2009, are reduced by an amount
- 12 determined by the comptroller, in consultation with the affected
- 13 agency and the Legislative Budget Board, to reflect the reduced
- 14 cost of carrying out the agency's powers and duties resulting from
- 15 the changes in law made by this Act.
- 16 (b) This section expires September 1, 2011.
- 17 ARTICLE 7. EFFECTIVE DATE
- 18 SECTION 7.01. Except as otherwise provided by this Act,
- 19 this Act takes effect September 1, 2009.