By: Turner of Harris

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	A BILL TO BE ENTITLED
1	AN ACT
2	relating to expanding eligibility for medical assistance to certain
3	persons under the federal Patient Protection and Affordable Care
4	Act and ensuring the provision of quality care under and the
5	effectiveness of the medical assistance program.
6	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
7	SECTION 1. Chapter 32, Human Resources Code, is amended by
8	adding Subchapter H to read as follows:
9	SUBCHAPTER H. EXPANSION OF ELIGIBILITY FOR MEDICAL ASSISTANCE
10	Sec. 32.351. DEFINITIONS. In this subchapter:
11	(1) "Commission" means the Health and Human Services
12	Commission.
13	(2) "Executive commissioner" means the executive
14	commissioner of the Health and Human Services Commission.
15	(3) "Medical assistance expansion group" means the
16	category of persons who would not be eligible for medical
17	assistance under the eligibility criteria in effect on December 31,
18	2013, but who are eligible for that assistance because of the
19	requirement of Section 32.352(a).
20	(4) "Undocumented immigrant" means a person who:
21	(A) is not a citizen or other national of the
22	United States; and
23	(B) is not lawfully authorized to be present in
24	the United States under the Immigration and Nationality Act (8

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1	U.S.C. Section 1101 et seq.) or other federal law.
2	Sec. 32.352. EXPANDED ELIGIBILITY FOR MEDICAL ASSISTANCE
3	UNDER PATIENT PROTECTION AND AFFORDABLE CARE ACT. (a)
4	Notwithstanding any other law and except as provided in Subsection
5	(b) and Section 32.353, to the extent funds are appropriated to the
6	commission for that purpose, the commission shall provide medical
7	assistance to all persons who apply for that assistance and for whom
8	federal matching funds are available under the Patient Protection
9	and Affordable Care Act (Pub. L. No. 111-148) as amended by the
10	Health Care and Education Reconciliation Act of 2010 (Pub. L. No.
11	111-152) to provide that assistance.
12	(b) Nothing in this section authorizes the commission to
13	provide medical assistance to undocumented immigrants.
14	(c) The executive commissioner shall adopt rules regarding
15	the provision of medical assistance as required by this section.
16	Sec. 32.353. RESTRICTED ELIGIBILITY FOR MEDICAL ASSISTANCE
17	UPON CHANGES IN FEDERAL MATCHING FUNDS. (a) Notwithstanding any
18	other law, if the federal medical assistance percentage (FMAP) by
19	which this state's expenditures under the medical assistance
20	program are matched with federal funds and that applies with
21	respect to persons in the medical assistance expansion group is
22	less than the percentage provided for in the Patient Protection and
23	Affordable Care Act (Pub. L. No. 111-148) as amended by the Health
24	Care and Education Reconciliation Act of 2010 (Pub. L. No.
25	111-152), and excluding subsequent amendments:
26	(1) the commission shall alert the Legislative Budget
27	Board; and

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1	(2) beginning on the first day of the month following
2	the month in which the new federal medical assistance percentage
3	(FMAP) becomes effective, the commission shall:
4	(A) cease providing medical assistance to
5	persons in the medical assistance expansion group; and
6	(B) reinstate the eligibility criteria for
7	medical assistance that existed on December 31, 2013.
8	(b) The executive commissioner shall adopt any rules
9	necessary to implement any changes in the provision of and
10	eligibility criteria for medical assistance required by this
11	section.
12	Sec. 32.354. FEDERAL AUTHORIZATION FOR IMPLEMENTATION OF
13	COST-SHARING OBLIGATIONS FOR MEDICAL ASSISTANCE EXPANSION GROUP.
14	The executive commissioner shall seek a waiver or other appropriate
15	authorization from the appropriate federal agency to develop and
16	implement cost-sharing obligations for the medical assistance
17	expansion group. Cost-sharing obligations developed by the
18	commission under this section:
19	(1) must be designed to:
20	(A) incentivize persons in the medical
21	assistance expansion group to seek preventive or routine health
22	care services, rather than emergency health care services, when
23	possible and appropriate; and
24	(B) guarantee quality health care for persons in
25	the medical assistance expansion group;
26	(2) may include:
27	(A) copayments and deductibles; and

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1	(B) modifications to the reimbursement
2	methodologies for services provided to persons in the medical
3	assistance expansion group; and
4	(3) may incorporate any other incentives or strategies
5	that the commission determines are necessary.
6	Sec. 32.355. ANNUAL REPORT ON EXPANDED ELIGIBILITY FOR
7	MEDICAL ASSISTANCE. Not later than December 1 of each year, the
8	commission shall report to the governor, the lieutenant governor,
9	the speaker of the house of representatives, and the standing
10	committees of the senate and the house of representatives having
11	primary jurisdiction over the medical assistance program on the
12	effects of expanding eligibility for medical assistance under
13	Section 32.352, including the effects on:
14	(1) the number of persons in this state who do not have
15	health benefits coverage;
16	(2) state health care costs, including costs relating
17	to programs funded with money appropriated out of the general
18	revenue fund;
19	(3) local health care costs; and
20	(4) charity care and uncompensated care costs for
21	hospitals.
22	SECTION 2. Section 32.352, Human Resources Code, as added
23	by this Act, applies only to an initial determination or
24	recertification of eligibility of a person for medical assistance
25	under Chapter 32, Human Resources Code, made on or after January 1,
26	2014, regardless of the date the person applied for that
27	assistance.

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1 SECTION 3. As soon as possible after the effective date of 2 this Act, the executive commissioner of the Health and Human 3 Services Commission shall take all necessary actions to expand 4 eligibility for medical assistance under Chapter 32, Human 5 Resources Code, beginning January 1, 2014, and in accordance with 6 Section 32.352, Human Resources Code, as added by this Act, 7 including:

8 (1) notifying appropriate federal agencies of that 9 expanded eligibility; and

10 (2) establishing work groups or consulting with11 stakeholder groups.

12 SECTION 4. If before implementing any provision of this Act 13 a state agency determines that a waiver or authorization from a 14 federal agency is necessary for implementation of that provision, 15 the agency affected by the provision shall request the waiver or 16 authorization and may delay implementing that provision until the 17 waiver or authorization is granted.

18 SECTION 5. This Act takes effect immediately if it receives 19 a vote of two-thirds of all the members elected to each house, as 20 provided by Section 39, Article III, Texas Constitution. If this 21 Act does not receive the vote necessary for immediate effect, this 22 Act takes effect September 1, 2013.