By: Gervin-Hawkins H.B. No. 3516

A BILL TO BE ENTITLED

1 AN ACT 2 relating to reimbursement of health care providers under Medicaid. 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Subchapter A, Chapter 533, Government Code, is 5 amended by adding Section 533.0067 to read as follows: 6 Sec. 533.0067. PROVIDER NEGOTIATIONS. The commission shall establish a process to allow a health care provider who provides 7 health care services to Medicaid recipients to negotiate with a 8 9 managed care organization that contracts with the commission to provide health care services to recipients reimbursement rates that 10 are comparable to prevailing market rates. The commission shall 11 12 include the process developed under this section in each contract between a managed care organization and the commission in addition 13 14 to all other contract provisions required by this chapter. SECTION 2. The heading to Section 32.029, Human Resources 15 Code, is amended to read as follows: 16 Sec. 32.029. METHODS AND TIME FOR [OF] PAYMENT. 17 18 SECTION 3. Section 32.029, Human Resources Code, is amended

20 <u>(f) Subject to Subsection (d), the commission shall ensure</u>

by adding Subsection (f) to read as follows:

- 21 that, for any claim for medical assistance payment that is received
- 22 with documentation reasonably necessary for the payor to process
- 23 the claim, payment to a provider of health care services is
- 24 paid not later than:

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- 1 (1) the 45th day after the date the claim is received;
- 2 <u>or</u>
- 3 (2) within a period specified by a written agreement
- 4 between the health care provider and the payor.
- 5 SECTION 4. The Health and Human Services Commission shall,
- 6 in a contract between the commission and a managed care
- 7 organization under Chapter 533, Government Code, that is entered
- 8 into or renewed on or after the effective date of this Act, require
- 9 that the managed care organization comply with the process
- 10 established under Section 533.0067, Government Code, as added by
- 11 this Act.
- 12 SECTION 5. Section 32.029, Human Resources Code, as amended
- 13 by this Act, applies to a claim for payment received on or after the
- 14 effective date of this Act. A claim for payment received before the
- 15 effective date of this Act is governed by the law in effect on the
- 16 date the claim was received, and the former law is continued in
- 17 effect for that purpose.
- SECTION 6. If before implementing any provision of this Act
- 19 a state agency determines that a waiver or authorization from a
- 20 federal agency is necessary for implementation of that provision,
- 21 the agency affected by the provision shall request the waiver or
- 22 authorization and may delay implementing that provision until the
- 23 waiver or authorization is granted.
- SECTION 7. This Act takes effect September 1, 2017.