By: Klick H.B. No. 3834

A BILL TO BE ENTITLED

AN ACT

- 2 relating to providing access to local health departments and
- 3 certain health service regional offices under Medicaid.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 32.003, Human Resources Code, is amended
- 6 by adding Subdivisions (2) and (3) to read as follows:
- 7 (2) "Health service regional office" means an office
- 8 located in a public health region and administered by a regional
- 9 director under Section 121.007, Health and Safety Code.
- 10 (3) "Local health department" means a local health
- 11 department established under Subchapter D, Chapter 121, Health and
- 12 <u>Safety Code</u>.
- SECTION 2. Section 32.024, Human Resources Code, is amended
- 14 by adding Subsection (11) to read as follows:
- 15 (11) The executive commissioner shall establish a separate
- 16 provider type for local health departments, including health
- 17 service regional offices acting in the capacity of local health
- 18 departments, for purposes of enrollment as a provider for and
- 19 reimbursement under the medical assistance program.
- SECTION 3. Section 32.101(2), Human Resources Code, is
- 21 amended to read as follows:
- 22 (2) "Health care provider" means a person, other than
- 23 a physician, who:
- 24 (A) is licensed or otherwise authorized to

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   provide a health care service in this state, including:
                               a pharmacist, dentist, optometrist,
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                          (i)
3
   mental health counselor, social worker, advanced practice nurse,
   physician assistant, or durable medical equipment supplier; [or]
4
5
                          (ii) a
                                    pharmacy, hospital,
                                                            or
                                                                 other
    institution or organization; or
6
7
                          (iii) a local health department or a health
8
   service regional office acting in the capacity of a local health
   department in a public health region;
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10
                     (B)
                          is wholly owned or controlled by:
11
                               a health care provider or a group of
                          (i)
12
   health care providers described by Paragraph (A); or
13
                          (ii) one or more hospitals and physicians,
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- 15 (C) is a professional association of physicians
- 16 organized under the Texas Professional Association Law, as
- 17 described by Section 1.008, Business Organizations Code;
- 18 (D) is an approved nonprofit health corporation
- 19 certified under Chapter 162, Occupations Code;

including a physician-hospital organization;

- (E) is a medical and dental unit, as defined by
- 21 Section 61.003, Education Code, a medical school, as defined by
- 22 Section 61.501, Education Code, or a health science center
- 23 described by Subchapter K, Chapter 74, Education Code, that employs
- 24 or contracts with physicians to teach or provide medical services,
- 25 or employs physicians and contracts with physicians in a practice
- 26 plan; or

14

27 (F) is another person wholly owned by physicians.

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- 1 SECTION 4. If before implementing any provision of this Act
- 2 a state agency determines that a waiver or authorization from a
- 3 federal agency is necessary for implementation of that provision,
- 4 the agency affected by the provision shall request the waiver or
- 5 authorization and may delay implementing that provision until the
- 6 waiver or authorization is granted.
- 7 SECTION 5. This Act takes effect September 1, 2022.