By: Oliverson H.B. No. 2401

A BILL TO BE ENTITLED

l AN ACT	
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- 2 relating to the repeal of certain contracting requirements under
- 3 the Medicaid managed care delivery model.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 533.003(a), Government Code, is amended
- 6 to read as follows:
- 7 (a) In awarding contracts to managed care organizations,
- 8 the commission shall:
- 9 (1) give preference to organizations that have
- 10 significant participation in the organization's provider network
- 11 from each health care provider in the region who has traditionally
- 12 provided care to Medicaid and charity care patients;
- 13 (2) give extra consideration to organizations that
- 14 agree to assure continuity of care for at least three months beyond
- 15 the period of Medicaid eligibility for recipients;
- 16 (3) consider the need to use different managed care
- 17 plans to meet the needs of different populations;
- 18 (4) consider the ability of organizations to process
- 19 Medicaid claims electronically; and
- 20 (5) in the initial implementation of managed care in
- 21 the South Texas service region, give extra consideration to an
- 22 organization that [either:
- [(A)] is locally owned, managed, and operated, if
- 24 one exists[; or

- [(B) is in compliance with the requirements of Section 533.004].
- 3 SECTION 2. Section 533.004, Government Code, is repealed.
- 4 SECTION 3. The changes in law made by this Act apply only to
- 5 contracts by the Health and Human Services Commission that are
- 6 fully executed on or after the effective date of this Act.
- 7 SECTION 4. If before implementing any provision of this Act
- 8 a state agency determines that a waiver or authorization from a
- 9 federal agency is necessary for implementation of that provision,
- 10 the agency affected by the provision shall request the waiver or
- 11 authorization and may delay implementing that provision until the
- 12 waiver or authorization is granted.
- 13 SECTION 5. This Act takes effect immediately if it receives
- 14 a vote of two-thirds of all the members elected to each house, as
- 15 provided by Section 39, Article III, Texas Constitution. If this
- 16 Act does not receive the vote necessary for immediate effect, this
- 17 Act takes effect September 1, 2023.