By: Allison

H.B. No. 3231

A BILL TO BE ENTITLED 1 AN ACT 2 relating to the continuation and operations of a health care provider participation program by the Bexar County Hospital 3 District. 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 5 6 SECTION 1. Section 298F.001, Health and Safety Code, is amended by adding Subdivision (6) to read as follows: 7 (6) "Assessment Basis" means the statistic upon which 8 9 the district determines a paying provider's mandatory payment amount consistent with 42 U.S.C. Section 1396b(w). 10 SECTION 2. Section 298F.004, Health and Safety Code, is 11 12 amended to read as follows: Sec. 298F.004. EXPIRATION. 13 (a) Subject to Section 14 298F.153(d), the authority of the district to administer and operate a program under this chapter expires December 31, 2027 15 [2023]. 16 (b) This chapter expires December 31, 2027 [2023]. 17 18 SECTION 3. Section 298F.053, Health and Safety Code, is amended to read as follows: 19 Sec. 298F.053. INSTITUTIONAL HEALTH CARE 20 PROVIDER 21 REPORTING. If the board authorizes the district to participate in a program under this chapter, the board may [shall] require each 22 institutional health care provider to submit to the district a copy 23 of any financial and utilization data as reported in the provider's 24

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Medicare cost report <u>or other reasonable data source, as determined</u>
 <u>by the district</u>, submitted for the previous fiscal year or for the
 closest subsequent fiscal year for which the provider submitted the
 Medicare cost report <u>or other reasonable data source</u>.

5 SECTION 4. Section 298F.103, Health and Safety Code, is 6 amended by revising Subsection (c-4) to read as follows:

7 (c-4) refund to paying providers <u>in proportion to each</u> 8 <u>paying provider's assessments paid during the twelve months</u> 9 <u>preceding any such refund</u> [a proportionate share of] the money that 10 the district:

SECTION 5. The heading to Section 298F.151, Health and Safety Code, is amended to read as follows:

13 Sec. 298F.151. MANDATORY PAYMENTS BASED ON PAYING PROVIDER
14 ASSESSMENT BASIS. [NET PATIENT REVENUE]

15 SECTION 6. Section 298F.151, Health and Safety Code, is amended by revising Subsections (a), (b) and (c) to read as follows: 16 17 (a) If the board authorizes a health care provider participation program under this chapter, the board may require $\left[\frac{1}{4}\right]$ 18 19 mandatory payments [payment] to be assessed on the Assessment Basis [net patient revenue] of each institutional health care provider 20 located in the district. The board may provide for the mandatory 21 payments [payment] to be assessed periodically throughout the year. 22 The board shall provide an institutional health care provider 23 24 written notice of each assessment under this section [subsection], and the provider has 30 calendar days following the date of receipt 25 26 of the notice to pay the assessment. [In] The Assessment Basis will be calculated using the [first year in] Medicare cost report or 27

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1 other reasonable data source for the most recent fiscal year for which the [mandatory payment is required, the mandatory payment is 2 3 assessed on] institutional health care provider submitted the [net patient revenue of] report or other reasonable data source. The 4 district must use the same data source for all institutional health 5 care providers unless it is unavailable for an institutional health 6 care provider [, which is the amount of that revenue as reported in 7 8 the provider's Medicare cost report submitted for the previous fiscal year or for]. If the Assessment Basis is unavailable for any 9 institutional health care provider under the primary data source 10 selected by the [closest subsequent fiscal year for which] 11 12 <u>district</u>, the [provider submitted the Medicare cost report] district may rely on an alternative reasonable data source for such 13 institutional health care provider. If the mandatory payment is 14 required, the district shall update the amount of the mandatory 15 payment [on an annual basis] periodically. 16

17 (b) The amount of a mandatory payment authorized under this chapter must be determined in a manner that ensures the revenue 18 19 generated qualifies for federal matching funds under federal law consistent with [uniformly proportionate with the amount of net 20 patient revenue generated by each paying provider in the district 21 as permitted under federal law. A health care provider 22 participation program authorized under this chapter may not hold 23 24 harmless any institutional health care provider, as required under] 42 U.S.C. Section 1396b(w). 25

(c) If the board requires a mandatory payment authorizedunder this chapter, the board shall set the amount of the mandatory

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payment, subject to the limitations of this chapter. The aggregate amount of the mandatory payments required of all paying providers in the district may not exceed six percent of the aggregate net patient revenue from hospital services provided [by all paying providers] in the district.

6 SECTION 7. Section 298F.152, Health and Safety Code, is 7 amended by adding Subsection (d) to read as follows:

8 (d) A qualifying local government may impose and collect 9 interest charges and penalties on delinquent mandatory payments 10 authorized under this chapter in amounts up to the maximum 11 authorized for any other delinquent payment required to be made to 12 the district.

13 SECTION 8. 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.