By: Eckhardt

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A BILL TO BE ENTITLED

AN ACT

2 relating to the coverage and provision of abortion and 3 contraception under a health benefit plan and certain programs 4 administered by this state.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:

6 SECTION 1. Section 32.024, Human Resources Code, is amended 7 by amending Subsection (e) and adding Subsection (mm) to read as 8 follows:

The commission may not authorize the provision of any 9 (e) 10 service to any person under the program unless federal matching funds are available to pay the cost of the service, except that the 11 12 commission shall provide abortion services and all FDA approved 13 forms of contraception, including device insertion and removal and voluntary sterilization including vasectomies regardless of 14 15 whether federal matching funds are available to pay for the cost of those services. 16

17 (mm) The commission shall provide abortion services and 18 contraception under the medical assistance program in accordance 19 with applicable state and federal law.

20 (1)Notwithstanding any other provision in this code,
21 abortion contraception and sterilization services shall not be
22 subject to:

23 (a) any cost sharing for those services, including
 24 deductible or coinsurance.

S.B. No. 1623 1 (b) utilization review 2 (c) prior authorization or step-therapy requirements; 3 or 4 (d) any restrictions or delays on the coverage. 5 SECTION 2. Chapter 1218 Insurance Code, is amended to read as follows: 6 7 CHAPTER 1218. COVERAGE FOR ELECTIVE ABORTION AND CONTRACEPTION; **PROHIBITIONS AND**-REQUIREMENTS 8 9 Sec. 1218.001. DEFINITION. In this chapter, "elective abortion" means an abortion, as defined by Section 245.002, Health 10 11 and Safety Code, other than an abortion performed due to a medical emergency as defined by Section 171.002, Health and Safety Code. 12 Sec. 1218.002. APPLICABILITY OF CHAPTER. (a) 13 This chapter applies only to a health benefit plan that provides 14 15 benefits for medical or surgical expenses incurred as a result of a 16 health condition, accident, or sickness, including an individual, group, blanket, or franchise insurance policy or insurance 17 agreement, a group hospital service contract, or an individual or 18 group evidence of coverage or similar coverage document that is 19 offered by: 20 an insurance company; 21 22 (2) a group hospital service corporation operating under Chapter 842; 23 24 (3) a fraternal benefit society operating under Chapter 885; 25 (4) a stipulated premium company operating under Chapter 26 884; 27 (5) an exchange operating under Chapter 942;

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(6) a health maintenance organization operating under
 Chapter <u>843</u>;

3 (7) a multiple employer welfare arrangement that holds a
4 certificate of authority under Chapter <u>846</u>; or

5 (8) an approved nonprofit health corporation that holds a
6 certificate of authority under Chapter <u>844</u>.

7 (b) This chapter applies to group health coverage made
8 available by a school district in accordance with Section <u>22.004</u>,
9 Education Code.

10 (c) Notwithstanding any provision in Chapter <u>1551</u>, <u>1575</u>,
11 <u>1579</u>, or <u>1601</u> or any other law, this chapter applies to:

12 (1) a basic coverage plan under Chapter <u>1551</u>;

13 (2) a basic plan under Chapter <u>1575;</u>

14 (3) a primary care coverage plan under Chapter <u>1579;</u> and

15 (4) basic coverage under Chapter <u>1601</u>.

16 (d) Notwithstanding Section <u>1501.251</u> or any other law, this 17 chapter applies to coverage under a small or large employer health 18 benefit plan subject to Chapter 1501.

(e) Notwithstanding Section <u>1507.003</u> or <u>1507.053</u> or any
other law, this chapter applies to a standard health benefit plan
provided under Chapter <u>1507</u>.

Sec. 1218.003. CERTAIN COVERAGE NOT AFFECTED. This chapter does not apply to health benefit plan coverage provided to an enrollee for any abortion other than an elective abortion as defined by Section 1218.001.

26 Sec. 1218.004. COVERAGE <u>REQUIRED</u>BY HEALTH BENEFIT PLAN. A 27 health benefit plan <u>shall</u> may provide coverage for elective

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1	abortion and all FDA approved forms of contraception, including
2	device insertion and removal and voluntary sterilization including
3	vasectomies-only if: not subject to
4	(1) any cost sharing for those services, including
5	deductible or coinsurance. the coverage is provided to an enrollee
6	separately from other health benefit plan coverage offered by the
7	health benefit plan issuer;
8	(2) <u>utilization review</u> the enrollee pays the premium for
9	coverage for elective abortion separately from, and in addition to,
10	the premium for other health benefit plan coverage, if any; and
11	(3) prior authorization or step-therapy requirements; or
12	the enrollee provides a signature for coverage for elective
13	abortion, separately and distinct from the signature required for
14	other health benefit plan coverage, if any, provided to the
15	enrollee by the health benefit plan issuer.
16	(4) any restrictions or delays on the coverage.
17	Sec. 1218.005. CALCULATION OF PREMIUM. (a) A health
18	benefit plan issuer that provides coverage for elective abortion
19	shall calculate the premium for the coverage so that the premium
20	fully covers the estimated cost of elective abortion per enrollee,
21	determined on an actuarial basis.
22	(b) In calculating a premium under Subsection (a), the
23	health benefit plan issuer may not take into account any cost
24	savings in other health benefit plan coverage offered by the health
25	benefit plan issuer that is estimated to result from coverage for
26	elective abortion.
27	(c) A health benefit plan issuer may not provide a

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1 premium discount to or reduce the premium for an enrollee for other 2 health benefit plan coverage on the basis that the enrollee has coverage for elective abortion. 3 Sec. 1218.006. NOTICE BY ISSUER. A health benefit plan 4 issuer that provides coverage for elective abortion shall at the 5 time of enrollment in other health benefit plan coverage provide 6 7 each enrollee with a notice that: (1) coverage for elective abortion is optional and separate 8 9 from other health benefit plan coverage offered by the health benefit plan issuer; 10 11 (2) the premium cost for coverage for elective abortion is a premium paid separately from, and in addition to, the premium for 12 13 other health benefit plan coverage offered by the health benefit 14 plan issuer; and 15 (3) the enrollee may enroll in a health benefit plan without 16 obtaining coverage for elective abortion. SECTION 3. The following provisions are repealed: 17 (1) Section 32.005, Health and Safety Code; 18 (2) Section 32.024(c-1), Human Resources Code; 19 (3) Subtitle M, Title 8, Insurance Code. 20 SECTION 4. If before implementing any provision of this Act 21 a state agency determines that a waiver or authorization from a 22 federal agency is necessary for implementation of that provision, 23 24 the agency affected by the provision shall request the waiver or 25 authorization and may delay implementing that provision until the waiver or authorization is granted. 26

27 SECTION 5. This Act takes effect September 1, 2023.