By: Noble H.B. No. 142

Substitute the following for H.B. No. 142:

C.S.H.B. No. 142 By: Hull

A BILL TO BE ENTITLED 1 AN ACT 2 relating to the administration, authority, and duties of the Health 3 and Human Services Commission's office of inspector general. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4 SECTION 1. Section 544.0106, Government Code, as effective 5 April 1, 2025, is amended to read as follows: 6 PROCUREMENT OF [CONTRACT FOR] REVIEW [OF 7 Sec. 544.0106. INVESTIGATIVE FINDINGS] BY QUALIFIED EXPERT ON BEHALF OF OFFICE OF 8 INSPECTOR GENERAL. A qualified expert retained by the commission 9 on behalf of the office of inspector general is considered an expert 10 witness for purposes of Section 2151.005 [(a) If the commission 11 12 does not receive any responsive bids under Chapter 2155 competitive solicitation for the services of a qualified expert to 13 14 review investigative findings under Section 544.0104 or 544.0105 and the number of contracts to be awarded under this subsection is 15 not otherwise limited, the commission may negotiate with and award 16 a contract for the services to a qualified expert on the basis of: 17 18 (1) the contractor's agreement to a set fee, either as

- a range or lump-sum amount; and 19
- [(2) the contractor's affirmation and the office of 20 21 inspector general's verification that the contractor possesses the necessary occupational licenses and experience]. 22
- [(b) Notwithstanding Sections 2155.083 and 2261.051, 23 contract awarded under Subsection (a) is not subject to competitive 24

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advertising and proposal evaluation requirements.
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          SECTION 2. Subchapter C, Chapter 544, Government Code, as
 2
    effective April 1, 2025, is amended by adding Section 544.0115 to
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   read as follows:
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 5
         Sec. 544.0115. PERMITTED DISCLOSURE OF CERTAIN
   INFORMATION. For purposes of performing the duties of the office of
 6
   inspector general under this subchapter, the office may disclose
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   information obtained in the course of conducting the office's
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   administrative oversight activities to:
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               (1) a federal, state, or local governmental entity,
   including:
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                    (A) a federal agency or an agency of this state or
12
13
   another state;
                    (B) the criminal, civil, or administrative
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   department, division, bureau, or other entity with enforcement or
   prosecutorial authority of:
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                         (i) this state;
                         (ii) the United States;
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                         (iii) another state; or
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                         (iv) a local governmental entity of this
   state or another state; and
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                    (C) a political subdivision of this state; or
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               (2) a person authorized by the office to receive the
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   information.
          SECTION 3. Section 544.0153(b), Government Code,
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                                                                  as
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   effective April 1, 2025, is amended to read as follows:
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          (b) Except as required by federal law, to [Te] determine a
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- 1 health care professional's eligibility to participate as a Medicaid
- 2 provider, the office of inspector general may not conduct a
- 3 <u>fingerprint-based</u> criminal history record information check of a
- 4 health care professional who the office has confirmed under
- 5 Subsection (a) is licensed and in good standing. This subsection
- 6 does not prohibit the office from conducting a criminal history
- 7 record information check of a provider that is required or
- 8 appropriate for other reasons, including for conducting an
- 9 investigation of fraud, waste, or abuse.
- SECTION 4. Section 544.0202(b), Government Code, as
- 11 effective April 1, 2025, is amended to read as follows:
- 12 (b) The commission shall:
- 13 (1) aggressively publicize successful fraud
- 14 prosecutions and fraud-prevention programs through all available
- 15 means, including the use of statewide press releases; and
- 16 (2) ensure that the commission or a health and human
- 17 services agency maintains and promotes an appropriate
- 18 communications system [a toll-free telephone hotline] for
- 19 reporting suspected fraud in programs the commission or a health
- 20 and human services agency administers.
- 21 SECTION 5. The following provisions of the Government Code
- 22 are repealed:
- 23 (1) Section 544.0201; and
- 24 (2) Section 544.0252(a).
- 25 SECTION 6. If before implementing any provision of this Act
- 26 a state agency determines that a waiver or authorization from a
- 27 federal agency is necessary for implementation of that provision,

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- 1 the agency affected by the provision shall request the waiver or
- 2 authorization and may delay implementing that provision until the
- 3 waiver or authorization is granted.
- 4 SECTION 7. This Act takes effect September 1, 2025.