By: Parker H.B. No. 2368

## A BILL TO BE ENTITLED

AN ACT

2	relating	to	copayments	under	the	${\tt medical}$	assistance	program

- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Sections 32.064(a) and (b), Human Resources
- 5 Code, are amended to read as follows:
- 6 (a) To the extent permitted under Title XIX, Social Security
- 7 Act (42 U.S.C. Section 1396 et seq.), as amended, and any other
- 8 applicable law or regulations, the <u>executive commissioner of the</u>
- 9 Health and Human Services Commission shall adopt provisions
- 10 requiring recipients of medical assistance to share the cost of
- 11 medical assistance, including provisions requiring recipients to
- 12 pay:

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- 13 (1) an enrollment fee;
- 14 (2) a deductible; [<del>or</del>]
- 15 (3) coinsurance or a portion of the plan premium, if
- 16 the recipients receive medical assistance under the Medicaid
- 17 managed care program under Chapter 533, Government Code, or a
- 18 Medicaid managed care demonstration project under Section 32.041;
- 19 <u>or</u>
- 20 (4) a copayment in accordance with Section 32.0642.
- (b) Subject to Subsection (d) and except as provided by
- 22 Section 32.0642, cost-sharing provisions adopted under this
- 23 section shall ensure that families with higher levels of income are
- 24 required to pay progressively higher percentages of the cost of the

- 1 medical assistance.
- 2 SECTION 2. Sections 32.0641(a) and (c), Human Resources
- 3 Code, are amended to read as follows:
- 4 (a) If the department determines that it is feasible and
- 5 cost-effective, and to the extent permitted under Title XIX, Social
- 6 Security Act (42 U.S.C. Section 1396 et seq.) and any other
- 7 applicable law or regulation or under a federal waiver or other
- 8 authorization, the executive commissioner of the Health and Human
- 9 Services Commission shall adopt cost-sharing provisions that
- 10 require a recipient who chooses a high-cost medical service
- 11 provided through a hospital emergency room to pay a [copayment,]
- 12 premium payment  $[\tau]$  or other cost-sharing payment other than a
- 13 copayment for the high-cost medical service if:
- 14 (1) the hospital from which the recipient seeks
- 15 service:
- 16 (A) performs an appropriate medical screening
- 17 and determines that the recipient does not have a condition
- 18 requiring emergency medical services;
- 19 (B) informs the recipient:
- 20 (i) that the recipient does not have a
- 21 condition requiring emergency medical services;
- 22 (ii) that, if the hospital provides the
- 23 nonemergency service, the hospital may require payment of a
- 24 [copayment,] premium payment[ $\tau$ ] or other cost-sharing payment by
- 25 the recipient in advance; and
- 26 (iii) of the name and address of a
- 27 nonemergency Medicaid provider who can provide the appropriate

- 1 medical service without imposing a cost-sharing payment; and
- 2 (C) offers to provide the recipient with a
- 3 referral to the nonemergency provider to facilitate scheduling of
- 4 the service; and
- 5 (2) after receiving the information and assistance
- 6 described by Subdivision (1) from the hospital, the recipient
- 7 chooses to obtain emergency medical services despite having access
- 8 to medically acceptable, lower-cost medical services.
- 9 (c) If the executive commissioner of the Health and Human
- 10 Services Commission adopts a [copayment or other] cost-sharing
- 11 payment under Subsection (a), the commission may not reduce
- 12 hospital payments to reflect the potential receipt of a
- 13 cost-sharing [copayment or other] payment from a recipient
- 14 receiving medical services provided through a hospital emergency
- 15 room.
- SECTION 3. Subchapter B, Chapter 32, Human Resources Code,
- 17 is amended by adding Section 32.0642 to read as follows:
- 18 Sec. 32.0642. COPAYMENTS. (a) The department shall
- 19 require a recipient to pay nominal copayments as follows:
- 20 (1) not more than \$5 for each hospital outpatient
- 21 visit at the time of the visit;
- 22 (2) not more than \$5 for each medical visit with a
- 23 physician at the time of the visit;
- 24 (3) up to five percent of the first \$300 of the medical
- 25 assistance reimbursement rate for an emergency room service at the
- 26 time the service is provided; and
- 27 (4) 2.5 percent of the medical assistance

- 1 reimbursement rate for a prescription drug at the time of receipt,
- 2 not to exceed \$7.50 per prescription drug.
- 3 (b) The department shall, subject to applicable federal
- 4 law, require copayments for the following other services under the
- 5 medical assistance program:
- 6 (1) hospital inpatient services;
- 7 (2) laboratory and x-ray services;
- 8 (3) transportation services;
- 9 (4) home health care services;
- 10 (5) community mental health services;
- 11 (6) rural health services;
- 12 (7) federally qualified health clinic services; and
- 13 (8) nurse practitioner services.
- 14 (c) The department may establish copayments for a medical
- 15 assistance service not specified in this section only if the
- 16 copayment is specifically provided for in other law.
- 17 (d) Notwithstanding Subsections (a) and (b) and in
- 18 accordance with applicable federal law, the department may not
- 19 require copayments from the following recipients:
- 20 (1) a child who is under 21 years of age;
- 21 (2) a pregnant woman if the services relate to the
- 22 pregnancy or any other medical condition that may complicate the
- 23 pregnancy, including postpartum services provided up to six weeks
- 24 after the delivery date;
- 25 (3) any person who is an inpatient in a hospital,
- 26 long-term care facility, or other medical institution if the person
- 27 is required, as a condition of receiving services in the

- 1 institution, to spend all of the person's income for medical care
- 2 costs, other than a minimal amount for personal needs;
- 3 (4) any person who requires emergency services after
- 4 the sudden onset of a medical condition that, if left untreated,
- 5 would place the person's health in serious jeopardy;
- 6 (5) any person when the services or supplies relate to
- 7 family planning; and
- 8 (6) any person who is enrolled in a Medicaid managed
- 9 care plan under Chapter 533, Government Code.
- 10 (e) A provider may not impose more than one copayment under
- 11 this section for a single encounter with a recipient.
- 12 (f) The department shall develop a mechanism by which
- 13 medical assistance providers are able to identify recipients under
- 14 Subsection (d) from whom a copayment may not be required.
- 15 <u>(g) This section does not require a medical assistance</u>
- 16 provider to bill or collect from a recipient a copayment required or
- 17 authorized under this section. If the provider chooses not to bill
- 18 or collect a copayment from a recipient, the department shall
- 19 deduct the applicable copayment amount from the reimbursement
- 20 payment made to the provider.
- 21 SECTION 4. If before implementing any provision of this Act
- 22 a state agency determines that a waiver or authorization from a
- 23 federal agency is necessary for implementation of that provision,
- 24 the agency affected by the provision shall request the waiver or
- 25 authorization and may delay implementing that provision until the
- 26 waiver or authorization is granted.
- 27 SECTION 5. This Act takes effect September 1, 2011.