By: Hinojosa S.B. No. 1462

## A BILL TO BE ENTITLED

AN ACT

- 2 relating to local health care provider participation programs in
- 3 certain counties and municipalities.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 288.151(b), Health and Safety Code, is
- 6 amended to read as follows:
- 7 (b) Not later than the fifth [10th] day before the date of
- 8 the hearing, the commission shall publish at least once notice of
- 9 the hearing in a newspaper of general circulation in the county in
- 10 which the district is located.
- 11 SECTION 2. Section 288.155(c), Health and Safety Code, is
- 12 amended to read as follows:
- 13 (c) Money deposited to the local provider participation
- 14 fund may be used only to:
- 15 (1) fund intergovernmental transfers from the
- 16 district to the state to provide:
- 17 (A) the nonfederal share of a Medicaid
- 18 supplemental payment program authorized under the state Medicaid
- 19 plan, the Texas Healthcare Transformation and Quality Improvement
- 20 Program waiver issued under Section 1115 of the federal Social
- 21 Security Act (42 U.S.C. Section 1315), or a successor waiver
- 22 program authorizing similar Medicaid supplemental payment
- 23 programs; or
- 24 (B) payments to Medicaid managed care

1 organizations that are dedicated for payment to hospitals; 2 subsidize indigent programs; (2) 3 pay the administrative expenses of the district; refund a portion of a mandatory payment collected 4 5 in error from a paying hospital; [and] (5) refund to paying hospitals the proportionate share 6 7 of the money received by the district from the Health and Human 8 Services Commission that is not used to fund the nonfederal share of Medicaid supplemental payment program payments; and 9 10 (6) refund to paying hospitals the proportionate share of money that the district determines cannot be used to fund the 11 nonfederal share of Medicaid supplemental payment program 12 13 payments. 14 SECTION 3. Section 288.202, Health and Safety Code, 15 amended to read as follows: 16 Sec. 288.202. ASSESSMENT AND COLLECTION OF MANDATORY 17 PAYMENTS. The district may collect or contract for the assessment and collection of mandatory payments required under this chapter 18 [(a) Except as provided by Subsection (b), the county tax 19 20 assessor-collector shall collect a mandatory payment required under this subchapter. The county tax assessor-collector shall 21 charge and deduct from mandatory payments collected for the 22 district a fee for collecting the mandatory payment in an amount 23 24 determined by the commission, not to exceed the county tax assessor-collector's usual and customary charges. 25

commission may contract for the assessment and collection

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[(b) If determined by the commission to be appropriate, the

- 1 mandatory payments in the manner provided by Title 1, Tax Code, for
- 2 the assessment and collection of ad valorem taxes.
- 3 [(c) Revenue from a fee charged by a county tax
- 4 assessor-collector for collecting the mandatory payment shall be
- 5 deposited in the county general fund and, if appropriate, shall be
- 6 reported as fees of the county tax assessor-collector].
- 7 SECTION 4. Section 291.101(b), Health and Safety Code, is
- 8 amended to read as follows:
- 9 (b) Not later than the fifth [10th] day before the date of
- 10 the hearing required under Subsection (a), the commissioners court
- 11 of the county shall publish notice of the hearing in a newspaper of
- 12 general circulation in the county.
- SECTION 5. Section 291.103(c), Health and Safety Code, is
- 14 amended to read as follows:
- 15 (c) Money deposited to the local provider participation
- 16 fund may be used only to:
- 17 (1) fund intergovernmental transfers from the county
- 18 to the state to provide:
- (A) the nonfederal share of a Medicaid
- 20 supplemental payment program authorized under the state Medicaid
- 21 plan, the Texas Healthcare Transformation and Quality Improvement
- 22 Program waiver issued under Section 1115 of the federal Social
- 23 Security Act (42 U.S.C. Section 1315), or a successor waiver
- 24 program authorizing similar Medicaid supplemental payment
- 25 programs; or
- 26 (B) payments to Medicaid managed care
- 27 organizations that are dedicated for payment to hospitals;

- 1 (2) subsidize indigent programs;
- 2 (3) pay the administrative expenses of the county
- 3 solely for activities under this chapter;
- 4 (4) refund a portion of a mandatory payment collected
- 5 in error from a paying hospital; [and]
- 6 (5) refund to paying hospitals the proportionate share
- 7 of money received by the county from the Health and Human Services
- 8 Commission that is not used to fund the nonfederal share of Medicaid
- 9 supplemental payment program payments; and
- 10 (6) refund to paying hospitals the proportionate share
- 11 of money that the county determines cannot be used to fund the
- 12 nonfederal share of Medicaid supplemental payment program
- 13 payments.
- 14 SECTION 6. Section 291.152, Health and Safety Code, is
- 15 amended to read as follows:
- 16 Sec. 291.152. ASSESSMENT AND COLLECTION OF MANDATORY
- 17 PAYMENTS. The county may collect or contract for the assessment and
- 18 collection of mandatory payments authorized under this chapter [<del>(a)</del>
- 19 Except as provided by Subsection (b), the county tax
- 20 assessor-collector shall collect the mandatory payment authorized
- 21 under this chapter. The county tax assessor-collector shall charge
- 22 and deduct from mandatory payments collected for the county a fee
- 23 for collecting the mandatory payment in an amount determined by the
- 24 commissioners court of the county, not to exceed the county tax
- 25 assessor-collector's usual and customary charges.
- 26 [<del>(b)</del> If determined by the commissioners court to be
- 27 appropriate, the commissioners court may contract for the

- 1 assessment and collection of mandatory payments in the manner
- 2 provided by Title 1, Tax Code, for the assessment and collection of
- 3 ad valorem taxes.
- 4 [(c) Revenue from a fee charged by a county tax
- 5 assessor-collector for collecting the mandatory payment shall be
- 6 deposited in the county general fund and, if appropriate, shall be
- 7 reported as fees of the county tax assessor-collector].
- 8 SECTION 7. Section 292.101(b), Health and Safety Code, is
- 9 amended to read as follows:
- 10 (b) Not later than the fifth [10th] day before the date of
- 11 the hearing required under Subsection (a), the commissioners court
- 12 of the county shall publish notice of the hearing in a newspaper of
- 13 general circulation in the county.
- SECTION 8. Section 292.103(c), Health and Safety Code, is
- 15 amended to read as follows:
- 16 (c) Money deposited to the local provider participation
- 17 fund may be used only to:
- 18 (1) fund intergovernmental transfers from the county
- 19 to the state to provide:
- 20 (A) the nonfederal share of a Medicaid
- 21 supplemental payment program authorized under the state Medicaid
- 22 plan, the Texas Healthcare Transformation and Quality Improvement
- 23 Program waiver issued under Section 1115 of the federal Social
- 24 Security Act (42 U.S.C. Section 1315), or a successor waiver
- 25 program authorizing similar Medicaid supplemental payment
- 26 programs; or
- 27 <u>(B) payments to Medicaid managed care</u>

- organizations that are dedicated for payment to hospitals;

  2 (2) subsidize indigent programs;

  3 (3) pay the administrative expenses of th
- 3 (3) pay the administrative expenses of the county 4 solely for activities under this chapter;
- 5 (4) refund a portion of a mandatory payment collected 6 in error from a paying hospital; [and]
- 7 (5) refund to paying hospitals the proportionate share 8 of money received by the county from the Health and Human Services 9 Commission that is not used to fund the nonfederal share of Medicaid 10 supplemental payment program payments; and
- 11 (6) refund to paying hospitals the proportionate share
  12 of money that the county determines cannot be used to fund the
  13 nonfederal share of Medicaid supplemental payment program
  14 payments.
- 15 SECTION 9. Section 292.152, Health and Safety Code, is 16 amended to read as follows:
- AND 17 Sec. 292.152. ASSESSMENT COLLECTION OF MANDATORY PAYMENTS. The county may collect or contract for the assessment and 18 collection of mandatory payments authorized under this chapter [<del>(a)</del> 19 Except as provided by Subsection (b), the county tax 20 21 assessor-collector shall collect the mandatory payment authorized under this chapter. The county tax assessor-collector shall charge 22 and deduct from mandatory payments collected for the county a fee 23 24 for collecting the mandatory payment in an amount determined by the 25 commissioners court of the county, not to exceed the county tax 26 assessor-collector's usual and customary charges.
- 27 [(b) If determined by the commissioners court to be

- 1 appropriate, the commissioners court may contract for the
- 2 assessment and collection of mandatory payments in the manner
- 3 provided by Title 1, Tax Code, for the assessment and collection of
- 4 ad valorem taxes.
- 5 [<del>(c)</del> Revenue from a fee charged by a county tax
- 6 assessor-collector for collecting the mandatory payment shall be
- 7 deposited in the county general fund and, if appropriate, shall be
- 8 reported as fees of the county tax assessor-collector].
- 9 SECTION 10. Section 293.001(1), Health and Safety Code, is
- 10 amended to read as follows:
- 11 (1) "Institutional health care provider" means a
- 12 nonpublic hospital that provides inpatient hospital services
- 13 [<del>licensed under Chapter 241</del>].
- SECTION 11. Section 293.101(b), Health and Safety Code, is
- 15 amended to read as follows:
- 16 (b) Not later than the fifth [10th] day before the date of
- 17 the hearing required under Subsection (a), the commissioners court
- 18 of the county shall publish notice of the hearing in a newspaper of
- 19 general circulation in the county.
- SECTION 12. Section 293.103(c), Health and Safety Code, is
- 21 amended to read as follows:
- (c) Money deposited to the local provider participation
- 23 fund may be used only to:
- 24 (1) fund intergovernmental transfers from the county
- 25 to the state to provide:
- 26 (A) the nonfederal share of a Medicaid
- 27 supplemental payment program authorized under the state Medicaid

- 1 plan, the Texas Healthcare Transformation and Quality Improvement
- 2 Program waiver issued under Section 1115 of the federal Social
- 3 Security Act (42 U.S.C. Section 1315), or a successor waiver
- 4 program authorizing similar Medicaid supplemental payment
- 5 programs; or
- 6 (B) payments to Medicaid managed care
- 7 organizations that are dedicated for payment to hospitals;
- 8 (2) subsidize indigent programs;
- 9 (3) pay the administrative expenses of the county
- 10 solely for activities under this chapter;
- 11 (4) refund a portion of a mandatory payment collected
- 12 in error from a paying hospital; [and]
- 13 (5) refund to paying hospitals the proportionate share
- 14 of money received by the county from the Health and Human Services
- 15 Commission that is not used to fund the nonfederal share of Medicaid
- 16 supplemental payment program payments; and
- 17 (6) refund to paying hospitals the proportionate share
- 18 of money that the county determines cannot be used to fund the
- 19 nonfederal share of Medicaid supplemental payment program
- 20 payments.
- 21 SECTION 13. Section 293.152, Health and Safety Code, is
- 22 amended to read as follows:
- Sec. 293.152. ASSESSMENT AND COLLECTION OF MANDATORY
- 24 PAYMENTS. The county may collect or contract for the assessment and
- 25 collection of mandatory payments authorized under this chapter [(a)
- 26 Except as provided by Subsection (b), the county tax
- 27 assessor-collector shall collect the mandatory payment authorized

- 1 under this chapter. The county tax assessor-collector shall charge
- 2 and deduct from mandatory payments collected for the county a fee
- 3 for collecting the mandatory payment in an amount determined by the
- 4 commissioners court of the county, not to exceed the county tax
- 5 assessor-collector's usual and customary charges.
- 6 [(b) If determined by the commissioners court to be
- 7 appropriate, the commissioners court may contract for the
- 8 assessment and collection of mandatory payments in the manner
- 9 provided by Title 1, Tax Code, for the assessment and collection of
- 10 ad valorem taxes.
- 11 [(c) Revenue from a fee charged by a county tax
- 12 assessor-collector for collecting the mandatory payment shall be
- 13 deposited in the county general fund and, if appropriate, shall be
- 14 reported as fees of the county tax assessor-collector].
- SECTION 14. Section 294.001(1), Health and Safety Code, is
- 16 amended to read as follows:
- 17 (1) "Institutional health care provider" means a
- 18 nonpublic hospital that provides inpatient hospital services
- 19 [licensed under Chapter 241].
- 20 SECTION 15. Section 294.101(b), Health and Safety Code, is
- 21 amended to read as follows:
- (b) Not later than the fifth [10th] day before the date of
- 23 the hearing required under Subsection (a), the commissioners court
- 24 of the county shall publish notice of the hearing in a newspaper of
- 25 general circulation in the county.
- SECTION 16. Section 294.103(c), Health and Safety Code, is
- 27 amended to read as follows:

- 1 (c) Money deposited to the local provider participation
- 2 fund may be used only to:
- 3 (1) fund intergovernmental transfers from the county
- 4 to the state to provide:
- 5 (A) the nonfederal share of a Medicaid
- 6 supplemental payment program authorized under the state Medicaid
- 7 plan, the Texas Healthcare Transformation and Quality Improvement
- 8 Program waiver issued under Section 1115 of the federal Social
- 9 Security Act (42 U.S.C. Section 1315), or a successor waiver
- 10 program authorizing similar Medicaid supplemental payment
- 11 programs; or
- 12 (B) payments to Medicaid managed care
- 13 organizations that are dedicated for payment to hospitals;
- 14 (2) subsidize indigent programs;
- 15 (3) pay the administrative expenses of the county
- 16 solely for activities under this chapter;
- 17 (4) refund a portion of a mandatory payment collected
- 18 in error from a paying hospital; [and]
- 19 (5) refund to paying hospitals the proportionate share
- 20 of money received by the county from the Health and Human Services
- 21 Commission that is not used to fund the nonfederal share of Medicaid
- 22 supplemental payment program payments; and
- 23 (6) refund to paying hospitals the proportionate share
- 24 of money that the county determines cannot be used to fund the
- 25 nonfederal share of Medicaid supplemental payment program
- 26 payments.
- 27 SECTION 17. Section 294.152, Health and Safety Code, is

- 1 amended to read as follows:
- 2 Sec. 294.152. ASSESSMENT AND COLLECTION OF MANDATORY
- 3 PAYMENTS. The county may collect or contract for the assessment and
- 4 collection of mandatory payments authorized under this chapter [(a)
- 5 Except as provided by Subsection (b), the county tax
- 6 assessor-collector shall collect the mandatory payment authorized
- 7 under this chapter. The county tax assessor-collector shall charge
- 8 and deduct from mandatory payments collected for the county a fee
- 9 for collecting the mandatory payment in an amount determined by the
- 10 commissioners court of the county, not to exceed the county tax
- 11 assessor-collector's usual and customary charges.
- 12 [(b) If determined by the commissioners court to be
- 13 appropriate, the commissioners court may contract for the
- 14 assessment and collection of mandatory payments in the manner
- 15 provided by Title 1, Tax Code, for the assessment and collection of
- 16 ad valorem taxes.
- 17 [(c) Revenue from a fee charged by a county tax
- 18 assessor-collector for collecting the mandatory payment shall be
- 19 deposited in the county general fund and, if appropriate, shall be
- 20 reported as fees of the county tax assessor-collector].
- 21 SECTION 18. Section 295.101(b), Health and Safety Code, is
- 22 amended to read as follows:
- (b) Not later than the fifth [10th] day before the date of
- 24 the hearing required under Subsection (a), the governing body of
- 25 the municipality shall publish notice of the hearing in a newspaper
- 26 of general circulation in the municipality.
- 27 SECTION 19. Section 295.103(c), Health and Safety Code, is

- 1 amended to read as follows:
- 2 (c) Money deposited to the local provider participation
- 3 fund may be used only to:
- 4 (1) fund intergovernmental transfers from the
- 5 municipality to the state to provide:
- 6 (A) the nonfederal share of a Medicaid
- 7 supplemental payment program authorized under the state Medicaid
- 8 plan, the Texas Healthcare Transformation and Quality Improvement
- 9 Program waiver issued under Section 1115 of the federal Social
- 10 Security Act (42 U.S.C. Section 1315), or a successor waiver
- 11 program authorizing similar Medicaid supplemental payment
- 12 programs; or
- 13 (B) payments to Medicaid managed care
- 14 organizations that are dedicated for payment to hospitals;
- 15 (2) subsidize indigent programs;
- 16 (3) pay the administrative expenses of the
- 17 municipality solely for activities under this chapter;
- 18 (4) refund a portion of a mandatory payment collected
- 19 in error from a paying hospital; [and]
- 20 (5) refund to paying hospitals the proportionate share
- 21 of money received by the municipality from the Health and Human
- 22 Services Commission that is not used to fund the nonfederal share of
- 23 Medicaid supplemental payment program payments; and
- 24 (6) refund to paying hospitals the proportionate share
- 25 of money that the governing body of the municipality determines
- 26 cannot be used to fund the nonfederal share of Medicaid
- 27 supplemental payment program payments.

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SECTION 20. Section 295.152, Health and Safety Code, is 1

2 amended to read as follows:

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Sec. 295.152. ASSESSMENT AND COLLECTION OF MANDATORY The municipality may collect or contract for the assessment and collection of mandatory payments authorized under this chapter [(a) Except as provided by Subsection (b), the 6 municipal tax assessor-collector shall collect the mandatory 7 8 payment authorized under this chapter. The municipal tax assessor-collector shall charge and deduct from mandatory payments 9 10 collected for the municipality a fee for collecting the mandatory payment in an amount determined by the governing body of the 11 municipality, not to exceed the municipal tax assessor-collector's 12 13 usual and customary charges.

[(b) If determined by the governing body to be appropriate, the governing body may contract for the assessment and collection of mandatory payments in the manner provided by Title 1, Tax Code, for the assessment and collection of ad valorem taxes.

[(c) Revenue from a fee charged by a municipal tax assessor-collector for collecting the mandatory payment shall be deposited in the municipal general fund and, if appropriate, shall be reported as fees of the municipal tax assessor-collector].

SECTION 21. Section 296.101(b), Health and Safety Code, is 22 amended to read as follows: 23

Not later than the fifth [10th] day before the date of the hearing required under Subsection (a), the commissioners court of the county shall publish notice of the hearing in a newspaper of general circulation in the county.

- 1 SECTION 22. Section 296.103(c), Health and Safety Code, is
- 2 amended to read as follows:
- 3 (c) Money deposited to the local provider participation
- 4 fund may be used only to:
- 5 (1) fund intergovernmental transfers from the county
- 6 to the state to provide:
- 7 (A) the nonfederal share of a Medicaid
- 8 supplemental payment program authorized under the state Medicaid
- 9 plan, the Texas Healthcare Transformation and Quality Improvement
- 10 Program waiver issued under Section 1115 of the federal Social
- 11 Security Act (42 U.S.C. Section 1315), or a successor waiver
- 12 program authorizing similar Medicaid supplemental payment
- 13 programs; or
- 14 (B) payments to Medicaid managed care
- 15 organizations that are dedicated for payment to hospitals;
- 16 (2) subsidize indigent programs;
- 17 (3) pay the administrative expenses of the county
- 18 solely for activities under this chapter;
- 19 (4) refund a portion of a mandatory payment collected
- 20 in error from a paying hospital; [and]
- 21 (5) refund to paying hospitals the proportionate share
- 22 of money received by the county from the Health and Human Services
- 23 Commission that is not used to fund the nonfederal share of Medicaid
- 24 supplemental payment program payments; and
- 25 (6) refund to paying hospitals the proportionate share
- 26 of money that the county determines cannot be used to fund the
- 27 nonfederal share of Medicaid supplemental payment program

## 1 payments.

- 2 SECTION 23. Section 296.152, Health and Safety Code, is
- 3 amended to read as follows:
- 4 Sec. 296.152. ASSESSMENT AND COLLECTION OF MANDATORY
- 5 PAYMENTS. The county may collect or contract for the assessment and
- 6 collection of mandatory payments authorized under this chapter [<del>(a)</del>
- 7 Except as provided by Subsection (b), the county tax
- 8 assessor-collector shall collect the mandatory payment authorized
- 9 under this chapter. The county tax assessor-collector shall charge
- 10 and deduct from mandatory payments collected for the county a fee
- 11 for collecting the mandatory payment in an amount determined by the
- 12 commissioners court of the county, not to exceed the county tax
- 13 assessor-collector's usual and customary charges.
- 14 [(b) If determined by the commissioners court to be
- 15 appropriate, the commissioners court may contract for the
- 16 assessment and collection of mandatory payments in the manner
- 17 provided by Title 1, Tax Code, for the assessment and collection of
- 18 ad valorem taxes.
- 19 [(c) Revenue from a fee charged by a county tax
- 20 assessor-collector for collecting the mandatory payment shall be
- 21 deposited in the county general fund and, if appropriate, shall be
- 22 reported as fees of the county tax assessor-collector].
- SECTION 24. Section 297.001(1), Health and Safety Code, is
- 24 amended to read as follows:
- 25 (1) "Institutional health care provider" means a
- 26 nonpublic hospital that provides inpatient hospital services
- 27 [licensed under Chapter 241].

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- 1 SECTION 25. Section 297.101(b), Health and Safety Code, is
- 2 amended to read as follows:
- 3 (b) Not later than the fifth [10th] day before the date of
- 4 the hearing required under Subsection (a), the commissioners court
- 5 of the county shall publish notice of the hearing in a newspaper of
- 6 general circulation in the county.
- 7 SECTION 26. Section 297.103(c), Health and Safety Code, is
- 8 amended to read as follows:
- 9 (c) Money deposited to the local provider participation
- 10 fund may be used only to:
- 11 (1) fund intergovernmental transfers from the county
- 12 to the state to provide:
- 13 (A) the nonfederal share of a Medicaid
- 14 supplemental payment program authorized under the state Medicaid
- 15 plan, the Texas Healthcare Transformation and Quality Improvement
- 16 Program waiver issued under Section 1115 of the federal Social
- 17 Security Act (42 U.S.C. Section 1315), or a successor waiver
- 18 program authorizing similar Medicaid supplemental payment
- 19 programs; or
- 20 (B) payments to Medicaid managed care
- 21 organizations that are dedicated for payment to hospitals;
- 22 (2) subsidize indigent programs;
- 23 (3) pay the administrative expenses of the county
- 24 solely for activities under this chapter;
- 25 (4) refund a portion of a mandatory payment collected
- 26 in error from a paying hospital; [and]
- 27 (5) refund to paying hospitals the proportionate share

- 1 of money received by the county from the Health and Human Services
- 2 Commission that is not used to fund the nonfederal share of Medicaid
- 3 supplemental payment program payments; and
- 4 (6) refund to paying hospitals the proportionate share
- 5 of money that the county determines cannot be used to fund the
- 6 <u>nonfederal</u> share of Medicaid supplemental payment program
- 7 payments.
- 8 SECTION 27. Section 297.152, Health and Safety Code, is
- 9 amended to read as follows:
- 10 Sec. 297.152. ASSESSMENT AND COLLECTION OF MANDATORY
- 11 PAYMENTS. The county may collect or contract for the assessment and
- 12 collection of mandatory payments authorized under this chapter [<del>(a)</del>
- 13 Except as provided by Subsection (b), the county tax
- 14 assessor-collector shall collect the mandatory payment authorized
- 15 under this chapter. The county tax assessor-collector shall charge
- 16 and deduct from mandatory payments collected for the county a fee
- 17 for collecting the mandatory payment in an amount determined by the
- 18 commissioners court of the county, not to exceed the county tax
- 19 assessor-collector's usual and customary charges.
- 20 [(b) If determined by the commissioners court to be
- 21 appropriate, the commissioners court may contract for the
- 22 assessment and collection of mandatory payments in the manner
- 23 provided by Title 1, Tax Code, for the assessment and collection of
- 24 ad valorem taxes.
- 25 [(c) Revenue from a fee charged by a county tax
- 26 assessor-collector for collecting the mandatory payment shall be
- 27 deposited in the county general fund and, if appropriate, shall be

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- 1 reported as fees of the county tax assessor-collector].
- 2 SECTION 28. This Act takes effect immediately if it
- 3 receives a vote of two-thirds of all the members elected to each
- 4 house, as provided by Section 39, Article III, Texas Constitution.
- 5 If this Act does not receive the vote necessary for immediate
- 6 effect, this Act takes effect September 1, 2017.