S.B. No. 2039 By: Rodríguez

A BILL TO BE ENTITLED

AN ACT

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- relating to the inclusion of certain health care providers in the provider network of a Medicaid managed care organization.
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS: 4
- 5 SECTION 1. Section 533.006, Government Code, is amended by
- amending Subsection (a) and adding Subsection (c) to read as 6
- follows: 7

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- The commission shall require that each managed care 8
- 9 organization that contracts with the commission to provide health
- 10 care services to recipients in a region:
- 11 seek participation in the organization's provider
- 12 network from:
- 13 (A) each health care provider in the region who
- 14 has traditionally provided care to recipients;
- 15 (B) each hospital in the region that has been
- designated as a disproportionate share hospital under Medicaid; and 16
- (C) each specialized pediatric laboratory in the 17
- region, including those laboratories located in children's 18
- hospitals; [and] 19
- include in its provider network for not less than 20
- 21 three years[+
- 22 $\left[\frac{A}{A}\right]$ each health care provider in the region
- 23 who:
- (A) [(i)] previously provided care to Medicaid 24

- 1 and charity care recipients at a significant level as prescribed by
- 2 the commission;
- 3 (B) [(ii)] agrees to accept the prevailing
- 4 provider contract rate of the managed care organization; and
- 5 (C) [(iii)] has the credentials required by the
- 6 managed care organization, provided that lack of board
- 7 certification or accreditation by The Joint Commission may not be
- 8 the sole ground for exclusion from the provider network; and
- 9 (3) include in its provider network each of the
- 10 <u>following that desires to be included:</u>
- 11 $\underline{\text{(A)}}$ [\(\frac{\text{(B)}}{\text{)}}\)] each accredited primary care residency
- 12 program in the region; [and]
- (B) [(C)] each disproportionate share hospital
- 14 in the region; and
- (C) each community center established in the
- 16 region under Chapter 534, Health and Safety Code [designated by the
- 17 commission as a statewide significant traditional provider].
- 18 (c) To the extent allowed by federal law and notwithstanding
- 19 any state law, the commission shall require that the terms included
- 20 in a provider contract between a managed care organization
- 21 <u>described by Subsection (a) and a provider described by Subsection</u>
- 22 (a)(3) be at least as favorable as the terms the contract would
- 23 <u>include if the provider were a significant traditional provider in</u>
- 24 the region in which the organization provides health care services
- 25 to recipients.
- 26 SECTION 2. If before implementing any provision of this Act
- 27 a state agency determines that a waiver or authorization from a

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- 1 federal agency is necessary for implementation of that provision,
- 2 the agency affected by the provision shall request the waiver or
- 3 authorization and may delay implementing that provision until the
- 4 waiver or authorization is granted.
- 5 SECTION 3. This Act takes effect September 1, 2019.