By: Representative Moak

To: Public Health and Welfare; Appropriations

## HOUSE BILL NO. 2.04

- AN ACT TO AMEND SECTIONS 41-86-3, 41-86-5, 41-86-9, 41-86-11 1
- AND 41-86-15, MISSISSIPPI CODE OF 1972, TO PROVIDE THAT THE CHILDREN'S HEALTH INSURANCE PROGRAM MAY INCLUDE COVERAGE FOR THE 2
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- PARENTS OF THE ELIGIBLE CHILDREN IF FUNDS ARE AVAILABLE; AND FOR 4
- RELATED PURPOSES. 5
- BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 6
- 7 SECTION 1. Section 41-86-3, Mississippi Code of 1972, is
- amended as follows: 8
- 41-86-3. (1) There is established a statewide Children's 9
- Health Insurance Program under Title XXI of the Social Security 10
- Act to provide child health care assistance to targeted, 11
- uninsured, low-income children to be administered by the Division 12
- of Medicaid in the Office of the Governor. The term "targeted, 13
- 14 low-income child" means a child through age eighteen (18) who has
- been determined eligible for child health assistance and who is a 15
- low-income child, or is a child whose family income exceeds the 16
- Medicaid applicable income level, but does not exceed one hundred 17
- percent (100%) of the federal poverty level, and is not eligible 18
- for medical assistance under Title XIX or is not covered under a 19
- group health plan. 20
- The Children's Health Insurance Program shall provide 21
- 22 the same benefits to children and their parents enrolled in the
- program as are provided to Medicaid recipients under the 23
- Mississippi Medicaid Laws, Section 43-13-117. 24
- (3) The Children's Health Insurance Program shall be 25
- established subject to the availability of funds specifically 26
- 27 appropriated by the Legislature for this purpose and federal

- 28 matching funds as set forth in Title XXI of the Social Security
- 29 Act.
- 30 (4) In administering the Children's Health Insurance
- 31 Program, the Division of Medicaid shall have all the authority,
- 32 duties and responsibilities set forth in Section 43-13-101 et seq.
- 33 (5) This section authorizes the Division of Medicaid to
- 34 submit a temporary plan for children's health insurance to the
- 35 U.S. Department of Health and Human Services.
- 36 (6) From and after the full implementation of the permanent
- 37 State Child Health Plan authorized under Section 5 of this act,
- 38 this section shall have no force and effect.
- 39 SECTION 2. Section 41-86-5, Mississippi Code of 1972, is
- 40 amended as follows:
- 41 41-86-5. As used in Sections 41-86-5 through 41-86-17, the
- 42 following definitions shall have the meanings ascribed in this
- 43 section, unless the context indicates otherwise:
- 44 (a) "Act" means the Mississippi Children's Health Care
- 45 Act.
- 46 (b) "Administering agency" means the agency designated
- 47 by the Mississippi Children's Health Insurance Program Commission
- 48 to administer the program.
- 49 (c) "Board" means the State and Public School Employees
- 50 Health Insurance Management Board created under Section 25-15-303.
- 51 (d) "Child" means an individual who is under nineteen
- 52 (19) years of age who is not eligible for Medicaid benefits and is
- 53 not covered by other health insurance.
- (e) "Commission" means the Mississippi Children's
- 55 Health Insurance Program Commission created by Section 41-86-7.
- (f) "Covered benefits" means the types of health care
- 57 benefits and services provided to eligible recipients
- under the Children's Health Care Program.
- 59 (q) "Division" means the Division of Medicaid in the
- 60 Office of the Governor.

- (h) "Low-income child" means a child whose family
- income does not exceed two hundred percent (200%) of the poverty
- 63 level for a family of the size involved.
- 64 (i) "Plan" means the State Child Health Plan.
- (j) "Program" means the Children's Health Care Program
- established by Sections 41-86-5 through 41-86-17.
- (k) "Recipient" means a person who is eligible for
- 68 assistance under the program.
- (1) "State Child Health Plan" means the permanent plan
- 70 that sets forth the manner and means by which the State of
- 71 Mississippi will provide health care assistance to eligible
- 72 uninsured, low-income children consistent with the provisions of
- 73 Title XXI of the federal Social Security Act, as amended, and to
- 74 the eligible parents of such children as established by Section
- 75 41-86-15.
- 76 SECTION 3. Section 41-86-9, Mississippi Code of 1972, is
- 77 amended as follows:
- 78 41-86-9. (1) A Mississippi Children's Health Insurance
- 79 Program Commission is created to develop and adopt the permanent
- 80 State Child Health Plan. The commission shall be composed of the
- 81 following members:
- 82 (a) The Executive Director of the Division of Medicaid;
- 83 (b) The Executive Director of the State Department of
- 84 Health;
- 85 (c) The Mississippi Commissioner of Insurance;
- 86 (d) Two (2) members to be appointed by the Lieutenant
- 87 Governor, one (1) of whom shall be a nurse practitioner who
- 88 provides health care services to children, and one (1) of whom
- 89 shall be a person with experience in administering or working with
- 90 plans for reimbursement or payment of health care expenses;
- 91 (e) Two (2) members to be appointed by the Speaker of
- 92 the House of Representatives, one (1) of whom shall be a physician
- 93 who provides health care services to children, and one (1) of whom

94 shall be a person with experience in administering or working with plans for reimbursement or payment of health care expenses; and 95 Two (2) members to be appointed by the Governor, 96 97 one of whom shall be a physician who provides health care services 98 to children, and who shall serve as chairman of the commission, 99 and one (1) of whom shall be a person with experience in administering or working with plans for reimbursement or payment 100 of health care expenses. 101 In making appointments to the commission, the appointing 102 authorities shall reflect the gender and racial composition of the 103 104 state. Not later than May 1, 1998, the Governor, the Lieutenant 105 Governor and the Speaker shall appoint the members of the

106 107 commission. After the members are appointed, the commission shall meet on a date designated by the chairman of the commission in 108 109 Jackson, Mississippi, to organize the commission and establish rules for transacting its business and keeping records. 110 111 majority of the members of the commission shall constitute a quorum at all commission meetings. An affirmative vote of a 112 113 majority of the members shall be required in the adoption of rules, resolutions and reports. All members of the commission 114 115 shall be notified in writing of all regular and special meetings of the commission, which notices shall be mailed at least five (5) 116 days before the dates of the meetings. The commission may 117 118 establish any subcommittees that it deems desirable to study and report to the commission with respect to any matter that is within 119 120 the scope of the commission.

The Division of Medicaid shall provide clerical and
administrative support for the Children's Health Insurance Program
Commission. In carrying out the provisions of this section, the
commission may utilize the services, facilities and personnel of
all departments, agencies, offices and institutions of the state.

126 In particular, the commission shall consult with the Division of

Medicaid, the Office of Insurance of the Department of Finance and 127 Administration, the State Department of Health and the Mississippi 128 Department of Insurance, and those agencies shall cooperate with 129 130 the commission and provide the commission with any information and 131 other assistance requested by the commission. The commission may consult and seek advice from various groups in the state in order 132 to understand the effect of any existing laws or any changes in 133 law being considered by the commission. For attending meetings of 134 135 the commission, each member who is not a state official shall be paid per diem compensation in the amount authorized by Section 136 137 25-3-69 and each member shall receive expense reimbursement as authorized by Section 25-3-41. All expenses incurred by and on 138 139 behalf of the commission shall be paid from any funds appropriated or otherwise made available for the purpose of this program, and 140 from any grants or contributions made to the commission for its 141 142 purpose. The commission shall be dissolved on August 1, 1998. The Children's Health Insurance Program Commission shall 143

- 144 develop the State Child Health Plan, which shall set forth the manner and means by which the State of Mississippi will provide 145 146 health care assistance to eligible uninsured, low-income children and their eligible parents under the Children's Health Care 147 148 Program. The commission shall consider all options in developing the plan. The plan must be consistent with and meet the 149 applicable requirements of Title XXI of the federal Social 150 151 Security Act, as amended, and shall include:
- 152 (a) A designation of the agency of the state that will
  153 be the administering agency for the program, which shall be either
  154 the Division of Medicaid or the State and Public School Employees
  155 Health Insurance Management Board created under Section 25-15-303;
- (b) Whether the administering agency will have the authority provided under Section 41-86-11(4);
- 158 (c) A description of the covered benefits and the 159 eligibility standards for recipients;

- (d) The method by which health care benefits and services provided under the program will be coordinated with other sources of health benefits coverage for children and their parents; and
- 164 (e) Methods used to assure the quality and 165 appropriateness of care and access to covered benefits.
- 166 (3) The Division of Medicaid shall submit the permanent plan 167 adopted by the commission to the United States Secretary of Health 168 and Human Services for approval on or before August 1, 1998.
- 169 (4) After the permanent plan has been developed and
  170 approved, the Children's Health Care Program shall be implemented
  171 and administered by the administering agency designated by the
  172 commission.
- 173 SECTION 4. Section 41-86-11, Mississippi Code of 1972, is 174 amended as follows:
- 175 41-86-11. (1) The administering agency shall adopt, in 176 accordance with Section 25-43-1 et seq., rules and regulations for 177 the implementation of the program, and for the coordination of the 178 program with the state's other medical assistance programs.
- 179 (2) If the Division of Medicaid is designated as the 180 administering agency for the program, the division shall have all 181 of the authority set forth in Section 43-13-101 et seq.
- 182 (3) The administering agency shall make reports to the 183 federal government and to the Legislature on the providing of 184 benefits to those children <u>and their parents</u> under the program.
- (4)If the commission provides that the administering 185 186 agency will have such authority, the administering agency shall 187 execute a contract or contracts to provide the health care coverage and services under the program, after first receiving 188 189 bids. The contract or contracts may be executed with one or more corporations or associations authorized to do business in 190 191 Mississippi. All of the coverage and services to be provided 192 under the program may be included in one or more similar

- 193 contracts, or the coverage and services may be classified into
  194 different types with each type included under one or more similar
  195 contracts issued by the same or different corporations or
  196 associations.
- 197 (b) The administering agency shall execute a contract
  198 or contracts with one or more corporations or associations that
  199 have submitted the best and most cost-effective bids, or shall
  200 reject all bids. If the administering agency rejects all bids, it
  201 shall notify all bidders of the rejection and shall actively
  202 solicit new bids.
- 203 SECTION 5. Section 41-86-15, Mississippi Code of 1972, is 204 amended as follows:
- 205 41-86-15. (1) Persons eligible to receive covered benefits under Sections 41-86-5 through 41-86-17 shall be low-income 206 children who meet the eligibility standards set forth in the plan 207 and the parents of such children if funds are available and are 208 209 appropriated by the Legislature specifically for the coverage of 210 the parents under the program. Any person who is eligible for benefits under the Mississippi Medicaid Law, Section 43-13-101 et 211 212 seq., shall not be eligible to receive benefits under Sections 41-86-5 through 41-86-17. A person who is without insurance 213 214 coverage at the time of application for the program and who meets the other eligibility criteria in the plan shall be eligible to 215 receive covered benefits under the program, if federal approval is 216 217 obtained to allow eligibility with no waiting period of being without insurance coverage. If federal approval is not obtained 218 219 for the preceding provision, the Division of Medicaid shall seek federal approval to allow eligibility after the shortest waiting 220 period of being without insurance coverage for which approval can 221 be obtained. After federal approval is obtained to allow 222 223 eligibility after a certain waiting period of being without 224 insurance coverage, a person who has been without insurance

coverage for the approved waiting period and who meets the other

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226	eligibility criteria in the plan shall be eligible to receive
227	covered benefits under the program. If the plan includes any
228	waiting period of being without insurance coverage before
229	eligibility, the State and School Employees Health Insurance
230	Management Board shall adopt regulations to provide exceptions to
231	the waiting period for families who have lost insurance coverage
232	for good cause or through no fault of their own.

- 233 (2) The eligibility of children <u>and their parents</u> for 234 covered benefits under the program shall be determined annually by 235 the same agency or entity that determines eligibility under 236 Section 43-13-115(9) and shall cover twelve (12) continuous months 237 under the program.
- 238 SECTION 6. This act shall take effect and be in force from 239 and after July 1, 2001.