THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2299 Session of 2014

INTRODUCED BY PICKETT, DeLUCA, BARRAR, WATSON, MURT, HEFFLEY, YOUNGBLOOD, RAPP, SAMUELSON, McNEILL, McGEEHAN, MILLARD, C. HARRIS, COHEN AND BISHOP, JUNE 2, 2014

REFERRED TO COMMITTEE ON INSURANCE, JUNE 2, 2014

AN ACT

Amending the act of May 17, 1921 (P.L.682, No.284), entitled "An 1 act relating to insurance; amending, revising, and 2 consolidating the law providing for the incorporation of 3 insurance companies, and the regulation, supervision, and protection of home and foreign insurance companies, Lloyds associations, reciprocal and inter-insurance exchanges, and fire insurance rating bureaus, and the regulation and 7 supervision of insurance carried by such companies, 8 9 associations, and exchanges, including insurance carried by the State Workmen's Insurance Fund; providing penalties; and 10 repealing existing laws," in children's health care, further providing for legislative findings and intent, for 11 12 definitions and for children's health care eligibility and 13 renewal processes. 14 15 The General Assembly of the Commonwealth of Pennsylvania 16 hereby enacts as follows: 17 Section 1. Section 2302 of the act of May 17, 1921 (P.L.682, 18 No.284), known as The Insurance Company Law of 1921, is amended 19 by adding a paragraph to read: 20 Section 2302. Legislative Findings and Intent. -- The General 21 Assembly finds and declares as follows: 22 * * * 23 (4.1) All reasonable measures should be taken to insure

- 1 eliqible children and to keep them insured. Strategies should be
- 2 considered to maximize opportunities for coverage and to
- 3 simplify and streamline eligibility and renewal processes for
- 4 <u>families.</u>
- 5 * * *
- 6 Section 2. Section 2303 of the act is amended by adding
- 7 definitions to read:
- 8 Section 2303. Definitions.--As used in this article, the
- 9 following words and phrases shall have the meanings given to
- 10 them in this section:
- 11 "Administrative renewals." A process by which the Insurance
- 12 Department provides a preprinted form, populated with
- 13 <u>eligibility information available to the Commonwealth, to the</u>
- 14 <u>child's parent or representative</u>, along with a notice that
- 15 <u>eligibility will be renewed or continued based upon such</u>
- 16 <u>information</u>, unless the Commonwealth is provided additional
- 17 information which affects eligibility. The child's parent or
- 18 representative must confirm the accuracy of the information and
- 19 the desire to continue eligibility by signing a copy of the form
- 20 in a format acceptable to the department.
- 21 * * *
- 22 "Continuous eligibility." A process which assures coverage
- 23 for a child for twelve (12) continuous months, regardless of a
- 24 <u>change in circumstances other than the following:</u>
- 25 (1) The child no longer resides in this Commonwealth.
- 26 (2) The death of the child.
- 27 (3) The child reaches nineteen (19) years of age.
- 28 (4) The child's parent or representative requests
- 29 <u>disenrollment.</u>
- 30 (5) A child who is enrolled under this article files an

- 1 application for or is determined eligible for Medicaid and is
- 2 <u>enrolled in Medicaid without a coverage gap.</u>
- 3 (6) Any other change in circumstances as determined by the
- 4 Insurance Department and adopted in a statement of policy.
- 5 * * *
- 6 "Express lane eligibility." A process which permits the use
- 7 of findings for eligibility factors, including, but not limited
- 8 to, income and household size from an express lane partner
- 9 <u>administering a government program.</u>
- 10 "Express lane partner." An agency determining eligibility
- 11 for assistance for any of the following programs:
- 12 (1) Temporary Assistance for Needy Families (TANF).
- 13 (2) Child support enforcement.
- 14 <u>(3) Medicaid.</u>
- 15 (4) Supplemental Nutrition Assistance Program (SNAP).
- 16 (5) The National School Lunch Program.
- 17 (6) WIC.
- 18 (7) The United States Housing Act of 1937 (50 Stat. 888, 42
- 19 <u>U.S.C.</u> § 1437 et seq.).
- 20 (8) Head Start.
- 21 (9) Child care provided under the Child Care and Development
- 22 Block Grant Act of 1990 (Public Law 101-508, 42 U.S.C. § 9858 et
- 23 seq.).
- 24 * * *
- 25 Section 3. Section 2311(b)(2) and (q) of the act, amended
- 26 November 2, 2006 (P.L.1314, No.136), are amended and subsection
- 27 (i) is amended by adding a paragraph to read:
- 28 Section 2311. Children's Health Care.--* * *
- 29 (b) * * *
- 30 (2) The fund, along with Federal, State and other money

- 1 available for the program, shall be used for health care
- 2 coverage for children as specified in this section. The
- 3 department shall assure that the program is implemented
- 4 Statewide. All contracts awarded under this section shall be
- 5 awarded through a competitive procurement process. The
- 6 department and the Department of Public Welfare shall use their
- 7 best efforts to ensure that eligible children across this
- 8 Commonwealth have access to health care services to be provided
- 9 under this article and that strategies are used to simplify and
- 10 streamline the eligibility and renewal processes for families.
- 11 * * *
- 12 (g) The department shall:
- 13 (1) Administer the children's health care program pursuant
- 14 to this article.
- 15 (2) Review all bids and approve and execute all contracts
- 16 for the purpose of expanding access to health care services for
- 17 eligible children as provided for in this subdivision.
- 18 (3) Conduct monitoring and oversight of contracts entered
- 19 into.
- 20 (3.1) Implement an administrative renewal process and
- 21 continuous eligibility process for children receiving health
- 22 <u>care pursuant to this article. Nothing in this article shall</u>
- 23 preclude the department from performing audits of initial
- 24 applications and renewal applications to ensure the financial
- 25 <u>accuracy and continued eligibility based on the submitted</u>
- 26 information.
- 27 (3.2) In consultation with appropriate Commonwealth
- 28 <u>agencies</u>, <u>develop interoperability standards for data sharing</u>
- 29 <u>across agencies from any express lane partner program in the</u>
- 30 determination of a child's eligibility for health care pursuant

- 1 to this article and implement express lane eligibility as
- 2 appropriate.
- 3 (4) Issue an annual report to the Governor, the General
- 4 Assembly and the public for each calendar year no later than
- 5 March 1 outlining primary health services funded for the year,
- 6 detailing the outreach and enrollment efforts and reporting by
- 7 number of children by county and by per centum of the Federal
- 8 poverty level, the number of children receiving health care
- 9 services; by county and by per centum of the Federal poverty
- 10 level, the projected number of eligible children; and the number
- 11 of eligible children on waiting lists for enrollment in the
- 12 health insurance program established under this act by county
- 13 and by per centum of the Federal poverty level[.]; and detailing
- 14 the efforts on the implementation of strategies to streamline
- 15 and simplify the eligibility and renewal processes, including
- 16 <u>administrative renewal, continuous eliqibility and express lane</u>
- 17 eligibility.
- 18 (5) In consultation with appropriate Commonwealth agencies,
- 19 coordinate the development and supervision of the outreach plan
- 20 required under section 2312.
- 21 (6) In consultation with appropriate Commonwealth agencies,
- 22 monitor, review and evaluate the adequacy, accessibility and
- 23 availability of services delivered to children who are enrolled
- 24 in the health insurance program established under this
- 25 subdivision.
- 26 * * *
- 27 (i) The Children's Health Advisory Council is established
- 28 within the department as an advisory council. The following
- 29 shall apply:
- 30 * * *

- 1 (10) The council shall review and evaluate the
- 2 <u>implementation of strategies to streamline and simplify</u>
- 3 <u>eliqibility and renewal processes</u>, <u>including administrative</u>
- 4 renewal, continuous eligibility and express lane eligibility.
- 5 * * *
- 6 Section 4. This act shall take effect in 180 days.