SENATE BILL No. 471

By Senator Sykes

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AN ACT concerning health benefits; relating to health insurance plans; providing requirements for coverage of diagnostic examinations for breast cancer; relating to state health insurance; expanding eligibility for medicaid postpartum coverage to 12 months; relating to insurance coverage for children; providing coverage for houses with income to be tied to current federal poverty income guidelines; amending K.S.A. 38-2001, 40-2,103 and 40-19c09 and repealing the existing sections.

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Be it enacted by the Legislature of the State of Kansas:

New Section 1. (a) Every individual or group health insurance policy, medical service plan, contract, hospital service corporation contract, hospital and medical service corporation contract, fraternal benefit society or health maintenance organization that provides coverage for accident and health services, that is delivered, issued for delivery, amended or renewed on or after January 1, 2023, and that provides benefits with respect to screening and diagnostic examinations for breast cancer shall ensure that the cost-sharing requirements applicable to diagnostic breast examinations and supplemental breast screening examinations for an individual enrolled under such coverage are not less favorable to the insured than such requirements applicable to a screening mammography examination for breast cancer.

- (b) The provisions of K.S.A. 40-2248 and 40-2249a, and amendments thereto, shall not apply to this section.
 - (c) As used in this section:
- (1) "Breast magnetic resonance imaging" means a diagnostic tool that uses a powerful magnetic field, radio waves and a computer to produce detailed pictures of the structures within the breast.
- (2) "Breast ultrasound" means a non-invasive diagnostic tool that uses high-frequency sound.
- (3) "Cost-sharing requirement" means a deductible, coinsurance, copayment and any maximum limitation on the application of such a deductible, coinsurance, copayment or similar out-of-pocket expense.
- (4) "Diagnostic breast examination" means a medically necessary and appropriate examination of the breast, including such an examination using diagnostic mammography, breast magnetic resonance imaging or breast ultrasound, that is used to evaluate an abnormality:

 (A) Seen or suspected from a screening examination for breast cancer; or

- (B) detected by another means of examination.
- (5) "Diagnostic mammography" means a diagnostic tool that uses x-ray and that is designed to evaluate an abnormality in the breast.
- (6) "Supplemental breast screening examination" means a medically necessary and appropriate examination of the breast, including such an examination using breast magnetic resonance imaging or breast ultrasound, that is:
- (A) Used to screen for breast cancer when there is no abnormality seen or suspected; or
- (B) based on personal or family medical history or additional factors that may increase the individual's risk of breast cancer.
- New Sec. 2. (a) The secretary of health and environment shall submit to the United States centers for medicare and medicaid services and the United States department of the treasury any state plan amendment, waiver request or other approval request necessary to implement the provisions of this section. At least 10 calendar days prior to submission of any such approval request to the United States centers for medicare and medicaid services or the United States department of the treasury, the secretary of health and environment shall submit such approval request application to the state finance council.
- (b) On and after January 1, 2023, for purposes of eligibility determinations under the Kansas program of medical assistance, medical assistance shall be granted to any adult for 12 months following the end of such adult's pregnancy who has a household income of less than or equal to 250% of the federal income poverty guidelines.
- Sec. 3. K.S.A. 38-2001 is hereby amended to read as follows: 38-2001. (a) The department of health and environment shall develop and submit a plan consistent with federal guidelines established under section 4901 of public law 105-33-f., 42 U.S.C. § 1397aa et seq.; title XXI).
- (b) The plan developed under subsection (a) shall be a capitated managed care plan covering Kansas children from zero to under 19 years which of age that:
- (1) Contains benefit levels at least equal to those for the early and periodic screening, diagnosis and treatment program;
 - (2) provides for presumptive eligibility for children where applicable;
- (3) provides continuous eligibility for 12 months once a formal determination is made that a child is eligible subject to subsection (e);
- (4) has performance based contracting with measurable outcomes indicating age appropriate utilization of plan services to include, but not limited to, such measurable services as immunizations, vision, hearing and dental exams, emergency room utilization, annual physical exams and

asthma;

- (5) shall use the same prior authorization standards and requirements as used for health care services under medicaid to further the goal of seamlessness of coverage between the two programs;
- (6) shall provide targeted low-income children, as defined under section 4901 of public law 105-33 (42 U.S.C. § 1397aa, et seq.), coverage subject to appropriations;
- (7) shall provide coverage, subject to appropriation of funds and eligibility requirements, for children residing in a household having a gross household income (A) For 2009, at or under 225% of the 2008-federal poverty income guidelines and (B) for 2010 and subsequent years, at or under 250% of the 2008 federal poverty income guidelines; for the most recent year. The participants receiving coverage shall contribute to the payment for such coverage through a sliding-fee scale based upon ability to pay as established by rules and regulations of the secretary of health and environment; and
- (8) contains a provision—which that requires the newly enrolled participants with a family income over 200% of the federal poverty income guidelines to wait at least 8 months before participating in this program, if such participants previously had comprehensive health benefit coverage through an individual policy or a health benefit plan provided by any health insurer as defined in K.S.A. 40-4602, and amendments thereto. This waiting period provision shall not apply when the prior coverage ended due to loss of employment other than the voluntary termination, change to a new employer that does not provide an option for dependent coverage, discontinuation of health benefits to all employees, expiration of COBRA coverage period or any other situations where the prior coverage ended due to reasons unrelated to the availability of this program.
- (c) The secretary of health and environment is authorized to contract with entities authorized to transact health insurance business in this state to implement the health insurance coverage plan pursuant to subsection (a) providing for several plan options to enrollees—which that are coordinated with federal and state child health care programs, except that when contracting to provide managed mental health care services the secretary of health and environment shall assure that contracted entities demonstrate the ability to provide a full array of mental health services in accordance with the early and periodic screening, diagnosis and treatment plan. The secretary of health and environment shall not develop a request for proposal process—which that excludes community mental health centers from the opportunity to bid for managed mental health care services.
- (d) When developing and implementing the plan in subsection (a), the secretary of health and environment to the extent authorized by law:
 - (1) Shall include provisions that encourage contracting insurers to

utilize and coordinate with existing community health care institutions and providers;

- (2) may work with public health care providers and other community resources to provide educational programs promoting healthy lifestyles and appropriate use of the plan's health services;
- (3) shall plan for outreach and maximum enrollment of eligible children through cooperation with local health departments, schools, child care facilities and other community institutions and providers;
 - (4) shall provide for a simplified enrollment plan;
 - (5) shall provide cost sharing as allowed by law;
- (6) shall not count the caring program for children, the Kansas health insurance association plan or any charity health care plan as insurance under subsection (e)(1);
- (7) may provide for payment of health insurance premiums, including contributions to a health savings account if applicable, and, in conjunction with an employer sponsored insurance premium assistance plan, may provide that supplemental benefits be purchased outside of the capitated managed care plan, if it is determined cost effective, taking into account the number of children to be served and the benefits to be provided;
- (8) may provide that prescription drugs, transportation services and dental services are purchased outside of the capitated managed care plan to improve the efficiency, accessibility and effectiveness of the program; and
- (9) shall include a provision that requires any individual to be a citizen or an alien lawfully admitted to the United States for purposes of establishing eligibility for benefits under the plan and to present satisfactory documentary evidence of citizenship or lawful admission of the individual. The criteria for determining whether the documentation is satisfactory shall be no more restrictive than the criteria used by the social security administration to determine citizenship. A document issued by a federally-recognized Indian tribe evidencing membership or enrollment in, or affiliation with, such tribe, such as a tribal enrollment card or certificate of degree of Indian blood shall be satisfactory documentary evidence of citizenship or lawful admission.
- (e) (1) A child shall not be eligible for coverage and shall lose coverage under the plan developed under subsection (a) of K.S.A. 38-2001, and amendments thereto, if such child's family has not paid the enrollee's applicable share of any premium due.
- (2) If the family pays all of the delinquent premiums owed during the year, such child will again be eligible for coverage for the remaining months of the continuous eligibility period.
- (f) The plan developed under section 4901 of public law 105-33-(, 42 U.S.C. § 1397aa et seq., and amendments thereto) is not an entitlement program. The availability of the plan benefits shall be subject to funds

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appropriated. The secretary of health and environment shall not utilize waiting lists, but shall monitor costs of the program and make necessary adjustments to stay within the program's appropriations.

(g) Eligibility and benefits under the plan prescribed by subsection (b)(7) are not and shall not be construed to be entitlements, are for legal residents of the state of Kansas and are subject to availability of state and federal funds and to any state and federal requirements and the provisions of appropriation acts. If the secretary of health and environment determines that the available federal funds and the state funds appropriated are insufficient to sustain coverage for the income eligibility levels prescribed by subsection (b)(7), a lower income level shall be adopted and implemented by the secretary of health and environment, within the limits of appropriations available therefor, and all such changes shall be published by the secretary of health and environment in the Kansas register.

Sec. 4. K.S.A. 40-2,103 is hereby amended to read as follows: 40-2,103. The requirements of K.S.A. 40-2,100, 40-2,101, 40-2,102, 40-2,104, 40-2,105, 40-2,105a, 40-2,105b, 40-2,114, 40-2,160, 40-2,165 through 40-2,170, 40-2250, K.S.A. 40-2,105a, 40-2,105b, 40-2,184, 40-2,190, 40-2,194—and 40-2,210 through 40-2,216 and 40-2250, and amendments thereto, and section 1, and amendments thereto, shall apply to all insurance policies, subscriber contracts or certificates of insurance delivered, renewed or issued for delivery within or outside of this state or used within this state by or for an individual who resides or is employed in this state.

Sec. 5. K.S.A. 40-19c09 is hereby amended to read as follows: 40-19c09. (a) Corporations organized under the nonprofit medical and hospital service corporation act shall be subject to the provisions of the Kansas general corporation code, articles 60 through 74 of chapter 17 of the Kansas Statutes Annotated, and amendments thereto, applicable to nonprofit corporations, to the provisions of K.S.A. 40-214, 40-215, 40-216, 40-218, 40-219, 40-222, 40-223, 40-224, 40-225, 40-229, 40-230, 40-231, 40-235, 40-236, 40-237, 40-247, 40-248, 40-249, 40-250, 40-251, 40-252, 40-2,100, 40-2,101, 40-2,102, 40-2,103, 40-2,104, 40-2,105, 40-2,105a, 40-2,105b, 40-2,116, 40-2,117, 40-2,125, 40-2,153, 40-2,154, 40-2,160, 40-2,161, 40-2,163 through 40-2,170, 40-2,184, 40-2,190, 40-2,194, 40-2,210 through 40-2,216, 40-2a01 et seq., 40-2111 through 40-2116, 40-2215 through 40-2220, 40-2221a, 40-2221b, 40-2229, 40-2230, 40-2250, 40-2251, 40-2253, 40-2254, 40-2401 through 40-2421, and 40-3301 through 40-3313-and K.S.A. 40-2,105a, 40-2,105b, 40-2,184, 40-2,190, 40-2,194 and 40-2,210 through 40-2,216, and amendments thereto, and section 1, and amendments thereto, except as the context otherwise requires, and shall not be subject to any other provisions of the insurance

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code except as expressly provided in this act.

- (b) No policy, agreement, contract or certificate issued by a corporation to which this section applies shall contain a provision—which that excludes, limits or otherwise restricts coverage because medicaid benefits as permitted by title XIX of the social security act of 1965 are or may be available for the same accident or illness.
- (c) Violation of subsection (b) shall be subject to the penalties prescribed by K.S.A. 40-2407 and 40-2411, and amendments thereto.
 - Sec. 6. K.S.A. 38-2001, 40-2,103 and 40-19c09 are hereby repealed.
- Sec. 7. This act shall take effect and be in force from and after its publication in the statute book.