SENATE BILL 418

By Yarbro

AN ACT to amend Tennessee Code Annotated, Title 4; Title 56 and Title 71, relative to medical assistance.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 71, Chapter 5, Part 1, is amended by adding the following as a new section:

- (a) This section is known and may be cited as the "Medicaid Buy-In Act."
- (b) The purpose of this section is to establish a medicaid buy-in program to provide residents with a choice of quality, affordable health insurance.
 - (c) As used in this section:
 - (1) "Commissioner" means the commissioner of finance and administration; and
 - (2) "Department" means the department of finance and administration.
- (d) On or before July 1, 2022, the department shall establish a medicaid buy-in plan and offer the buy-in plan for purchase by a resident of this state:
 - (1) Who is ineligible for the following:
 - (A) Medical assistance under this part;
 - (B) Medicare; and
 - (C) Advance premium tax credits under the federal Patient Protection and Affordable Care Act (42 U.S.C. § 18011 et seq.); and
 - (2) Whose employer has not disenrolled or denied the resident enrollment in employer-sponsored health insurance coverage on the basis that the resident would otherwise qualify for enrollment in medicaid buy-in coverage.

- (e) The department shall ensure that enrollment in the medicaid buy-in plan complies with federal and state nondiscrimination law and is available to residents irrespective of age, race, gender, national origin, immigration status, disability, or geographic location.
- (f) The department shall establish benefits under the medicaid buy-in plan in accordance with federal and state law to ensure that covered benefits include, at a minimum, the following:
 - (1) Ambulatory patient services;
 - (2) Emergency services;
 - (3) Hospitalizations;
 - (4) Maternity and newborn care;
 - (5) Mental health and substance use disorder treatment and services, including behavioral health treatment;
 - (6) Prescription drugs;
 - (7) Rehabilitative and habilitative services and devices;
 - (8) Laboratory services;
 - (9) Preventive and wellness services; and
 - (10) Pediatric services, including oral and vision care.
 - (g) Notwithstanding § 71-5-126:
 - (1) The department shall pursue available federal funding and financial participation for the services and benefits provided;
 - (2) The commissioner is authorized to seek from the federal centers for medicare and medicaid services a federal waiver that is deemed necessary to establish and operate the medicaid buy-in program; and

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- (3) The governor is authorized to approve a waiver obtained pursuant to subdivision (g)(2).
- (h) The department shall coordinate medicaid buy-in plan enrollment and eligibility to maximize continuity of coverage between medicaid buy-in plans, traditional medicaid, and private health insurance.

(i)

- (1) Healthcare provider reimbursement rates under the medicaid buy-in plan must be based on the medicaid fee schedule.
- (2) Contingent upon available funds, the department may increase reimbursement rates for healthcare providers, as long as the increase does not negatively impact the sustainability of the medicaid buy-in plan or the medical assistance program.
- (j) The department shall coordinate with other agencies to establish:
- (1) A system through which residents apply for enrollment in, receive a determination of eligibility for participation in, and renew participation in the medicaid buy-in plan; and
- (2) A consumer outreach program to increase awareness of the medicaid buy-in plan and assist residents with enrolling in medical assistance, the medicaid buy-in plan, or other qualified health plans offered in this state.

SECTION 2. This act takes effect upon becoming a law, the public welfare requiring it.

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