HOUSE COMMITTEE AMENDMENTS

Amendments proposed by House Committee on Health and Welfare to Original House Bill No. 449 by Representative Burrell

1 AMENDMENT NO. 1

- 2 On page 1, line 3, change "979.5" to "979.4"
- 3 AMENDMENT NO. 2
- 4 On page 1, delete lines 6 through 9 in their entirety and insert in lieu thereof "to provide for
- definitions; to provide for legislative findings and intent; to provide for reform of the
 Medicaid program in Louisiana; to provide for termination; and to provide for related
 matters."
- 8 AMENDMENT NO. 3
- 9 On page 1, line 12, change "979.5" to "979.4"
- 10 <u>AMENDMENT NO. 4</u>
- 11 On page 1, line 13, after "<u>8-B.</u>" delete the remainder of the line and delete line 14 in its 12 entirety and insert in lieu thereof the following:
- 13 "LOUISIANA HEALTH CARE INDEPENDENCE PROGRAM
- 14 <u>§979.1. Title</u>

15This Chapter shall be known and may be cited as the "Louisiana Health Care16Independence Act".

- 17 <u>§979.2. Definitions</u>"
- 18 AMENDMENT NO. 5
- 19 On page 2, between lines 14 and 15, insert the following:

20	"(6) "Health insurance marketplace" means the federal vehicle created to
21	help individuals, families, and small businesses shop for and select health insurance
22	coverage in a way that permits comparison of available qualified health plans based
23	upon price, benefits, services, and quality, regardless of the governance structure of
24	the marketplace.
25	(7) "Premium" means a charge that must be paid as a condition of enrolling
26	in health care coverage.
27	(8) "Program" means the Louisiana Health Care Independence Program
28	established by this Chapter.
29	(9) "Qualified health plan" means a federally certified individual health
30	insurance plan offered by a carrier through the federal health insurance marketplace.
31	(10) "Independence account" means individual financing structures that
32	operate similar to a health savings account or a medical savings account.
33	(11) "Cost sharing" means the portion of the cost of a covered medical
34	service that must be paid by or on behalf of eligible individuals, consisting of
35	copayments or coinsurance, but not deductibles."

2	On page 2, delete line 15 in its entirety and insert in lieu thereof the following:
3	"§979.3. Legislative findings; purpose"
4	<u>AMENDMENT NO. 7</u>
5	On page 3, delete lines 3 through 23 in their entirety
6	AMENDMENT NO. 8
7	On page 3, at the beginning of line 24, change " (6) " to " (4) "
8	AMENDMENT NO. 9
9	On page 3, delete line 27 in its entirety
10	AMENDMENT NO. 10
11	On page 3, at the beginning of line 28, insert " <u>B.</u> "
12	AMENDMENT NO. 11
13	On page 4, delete lines 13 through 29 in their entirety and insert in lieu thereof the following:
14	"§979.3. Expansion of Medicaid eligibility in Louisiana; administration of the
15	Louisiana Health Care Independence Program by the Department of Health
16	and Hospitals
17	A. The department shall create and administer the Louisiana Health Care
18	Independence Program within the department. After receiving the approval of the
19	Senate and House Committees on Health and Welfare, the department shall on or
20	before September 1, 2013 submit and apply for all of the following:
21	(1) Federal waivers necessary to implement the program in a manner
22	consistent with this Chapter, including without limitation approval for a
23	comprehensive waiver under Section 1115 of the Social Security Act, 42 U.S.C.
24	<u>1315.</u>
25	(2) Medicaid state plan amendments necessary to implement the program in
26	a manner consistent with this Chapter.
27	(3) Those Medicaid state plan amendments that are optional and therefore
28	may be revoked by the state at its discretion.
29	B.(1) As part of its actions the department shall confirm that employers shall
30	not be subject to the penalties, including without limitation an assessable payment,
31	under Section 1513 of Pub. L. No. 111-148, as existing on January 1, 2013,
32	concerning shared responsibility, for employees who are eligible individuals if the
33	employees meet either of the following criteria:
34 25	(a) Are enrolled in the program.
35 36	(b) Enroll in a qualified health plan through the federal health insurance marketplace.
30 37	(2) If the department is unable to confirm provisions under this Section, the
38	program shall not be implemented.
39	C.(1) Implementation of the program shall be contingent upon the receipt of
40	necessary federal approvals.
41	(2) If the department does not receive the necessary federal approvals, the
42	program shall not be implemented.

1

AMENDMENT NO. 6

1 2 3	D. The program shall include premium assistance for eligible individuals to enable their enrollment in a qualified health plan through the federal health insurance marketplace.
-	
4	E.(1) The department is hereby specifically authorized to pay premiums and
5	supplemental cost-sharing subsidies directly to the federally qualified health plans
6	for enrolled eligible individuals.
7	(2) The intent of the payments under this Subsection is to increase
8	participation in the health insurance market, intensify price pressures, and reduce
9	costs for both publicly and privately funded health care.
10	F. The department shall accomplish all of the following to the extent
10	allowable by law:
12	(1) Pursue strategies that promote insurance coverage of children in their
12	parents' or caregivers' plan, including children eligible for the Louisiana Children's
13	Health Insurance Program (LaCHIP).
14	(2) Develop and implement a strategy to inform Medicaid recipient
15	
	populations whose needs would be reduced or better served through participation in the federal health insurance merketplace
17	the federal health insurance marketplace.
18	G.(1) If a reduction occurs in any federal medical assistance percentage for
19	services to individuals determined eligible under the new adult group and who are
20	considered to be newly eligible as defined in section 1905(y)(2)(A) of the Patient
21	Protection and Affordable Care Act, then the House and Senate committees on
22	health and welfare shall meet jointly to hold an informational hearing concerning
23	such reduction within seven days of its publication in the Federal Register.
24	(2) Upon the conditions set forth in Paragraph (1) of this Subsection being
25	satisfied, the expanded income eligibility standard for the medical assistance
26	program provided in this Chapter shall continue in effect only by a favorable vote of
20	two-thirds of the elected members of each house of the legislature. Such vote shall
28	be conducted by mail ballot if the legislature is not convened in session at the time
29	of publication in the Federal Register of the federal medical assistance percentage
30	reduction.
2.1	
31	H. An eligible individual enrolled in the program shall affirmatively
32	acknowledge the existence of all of the following facts:
33	(1) The program shall not be a perpetual federal or state right or a guaranteed
34	entitlement.
35	(2) The program shall be subject to cancellation upon appropriate notice.
36	(3) The program shall not be an entitlement program.
37	I.(1) The department shall develop a model and seek from the Centers for
38	Medicare and Medicaid Services all necessary waivers and approvals to allow
39	non-aged, non-disabled program-eligible participants to enroll in a program that shall
40	create and utilize independence accounts that operate similar to a health savings
41	account or medical savings account during the calendar year 2015.
42	(2) The independence accounts shall accomplish all of the following
43	functions:
44	(a) Allow a participant to purchase cost-effective high-deductible health
45	insurance.
46	(b) Promote independence and self-sufficiency.
40	(3) The state shall implement cost sharing and copayments, and establish as
48	a condition of participation that earnings shall exceed fifty percent of the applicable
40 49	federal poverty level.
49 50	
	(4) Participants may receive rewards based on healthy living and
51 52	<u>self-sufficiency.</u> (5)(a) At the end of each fiscal year if there are funds remaining in the
52 53	(5)(a) At the end of each fiscal year, if there are funds remaining in the account, a majority of the state's contribution shall remain in the participant's control
55	account, a majority of the state's contribution shan remain in the participant's control

1	as a positive incentive for the responsible use of the health care system and personal
2	responsibility of health maintenance.
3	(b) Uses of the funds may include, without limitation, rolling the funds into
4	a private sector health savings account for the participant according to rules
5	promulgated by the department.
6	(c) The department shall promulgate rules to implement this Section in
7	accordance with the Administrative Procedure Act, and shall project, track, and
8	report state obligations for uncompensated care to identify potential incremental
9	future decreases.
10	(d) The department shall recommend appropriate adjustments in funding to
11	the legislature.
12	(e) Adjustments shall be made by the legislature as appropriate.
13	J. On a quarterly basis, the department shall report to the Joint Legislative
14	Committee on the Budget, within two weeks of the end of each quarter, information
15	regarding the following aspects of the program:
16	(1) Program enrollment.
17	(2) Patient experience.
18	(3) Economic impact including enrollment distribution.
19	(4) Carrier competition.
20	(5) Success in avoiding uncompensated care."
	<u></u>
21	AMENDMENT NO. 12
22	On page 5, delete lines 1 and 2 in their entirety and insert in lieu thereof the following:
23	" <u>§979.4. Termination</u>

24The provisions of this Chapter shall terminate and become null and void on25and after July 1, 2017."