2006

1	A bill to be entitled
2	An act relating to the Florida Healthy Kids Corporation
3	Act; amending s. 624.91, F.S.; removing a limitation on
4	eligibility for state-funded assistance in paying Florida
5	Healthy Kids premiums; revising the date by which the
6	corporation must provide certain notification of the local
7	match amount to be remitted for the following year;
8	revising basis for calculation of a county's local match
9	contribution; amending s. 409.814, F.S.; conforming a
10	cross-reference; providing an effective date.
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12	Be It Enacted by the Legislature of the State of Florida:
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14	Section 1. Subsections (5) through (8) of section 624.91,
15	Florida Statutes, are renumbered as subsections (4) through (7),
16	respectively, and present subsections (3) and (5) of that
17	section are amended to read:
18	624.91 The Florida Healthy Kids Corporation Act
19	(3) ELIGIBILITY FOR STATE-FUNDED ASSISTANCEOnly the
20	following individuals are eligible for state funded assistance
21	in paying Florida Healthy Kids premiums:
22	(a) Residents of this state who are eligible for the
23	Florida KidCare program pursuant to s. 409.814.
24	(b) Notwithstanding s. 409.814, legal aliens who are
25	enrolled in the Florida Healthy Kids program as of January 31,
26	2004, who do not qualify for Title XXI federal funds because
27	they are not qualified aliens as defined in s. 409.811.

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28 (c) Notwithstanding s. 409.814, individuals who have 29 attained the age of 19 as of March 31, 2004, who were receiving Florida Healthy Kids benefits prior to the enactment of the 30 Florida KidCare program. This paragraph shall be repealed March 31 31, 2005. 32 (d) Notwithstanding s. 409.814, state employee dependents 33 34 who were enrolled in the Florida Healthy Kids program as of January 31, 2004. Such individuals shall remain eligible until 35 36 January 1, 2005. (4) (5) CORPORATION AUTHORIZATION, DUTIES, POWERS.--37 The Florida Healthy Kids Corporation shall: 38 (b) Arrange for the collection of any family, local 39 1. contributions, or employer payment or premium, in an amount to 40 be determined by the board of directors, to provide for payment 41 42 of premiums for comprehensive insurance coverage and for the 43 actual or estimated administrative expenses. Arrange for the collection of any voluntary 2. 44 contributions to provide for payment of premiums for children 45 46 who are not eligible for medical assistance under Title XXI of the Social Security Act. Each fiscal year, the corporation shall 47 establish a local match policy for the enrollment of non-Title-48 XXI eligible children in the Healthy Kids program. By June May 1 49 of each year, the corporation shall provide written notification 50 51 of the local match amount to be remitted to the corporation for the following fiscal year under that policy. Local match sources 52 may include, but are not limited to, funds provided by 53 municipalities, counties, school boards, hospitals, health care 54 providers, charitable organizations, special taxing districts, 55 Page 2 of 6

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56 and private organizations. The minimum local match cash 57 contributions required each fiscal year and local match credits 58 shall be determined by the General Appropriations Act. The 59 corporation shall calculate a county's local match rate based 60 upon that county's enrollment of non-Title-XXI-eligible children as of March 1, 2004. The local match contribution for any county 61 62 shall not exceed 30 percent of the monthly premium after the family premium is deducted, and 70 percent of the remaining 63 64 premium is taken from the General Appropriations Act. If local 65 match amounts collected exceed expenditures during any fiscal 66 year, the corporation shall apply any year-end surpluses as a credit to the contributing entity's local match obligation for 67 the subsequent fiscal year percentage of the state's total non-68 69 Title XXI expenditures as reported in the corporation's most 70 recently audited financial statement. In awarding the local 71 match credits, the corporation may consider factors including, but not limited to, population density, per capita income, and 72 73 existing child health related expenditures and services.

3. Subject to the provisions of s. 409.8134, accept voluntary supplemental local match contributions that comply with the requirements of Title XXI of the Social Security Act for the purpose of providing additional coverage in contributing counties under Title XXI.

4. Establish the administrative and accounting proceduresfor the operation of the corporation.

5. Establish, with consultation from appropriate
professional organizations, standards for preventive health
services and providers and comprehensive insurance benefits
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84 appropriate to children, provided that such standards for rural 85 areas shall not limit primary care providers to board-certified 86 pediatricians.

6. Determine eligibility for children seeking to
participate in the Title XXI-funded components of the Florida
KidCare program consistent with the requirements specified in s.
409.814, as well as the non Title XXI eligible children as
provided in subsection (3).

92 7. Establish procedures under which providers of local
93 match to, applicants to and participants in the program may have
94 grievances reviewed by an impartial body and reported to the
95 board of directors of the corporation.

8. Establish participation criteria and, if appropriate,
contract with an authorized insurer, health maintenance
organization, or third-party administrator to provide
administrative services to the corporation.

9. Establish enrollment criteria which shall include
penalties or waiting periods of not fewer than 60 days for
reinstatement of coverage upon voluntary cancellation for
nonpayment of family premiums.

104 Contract with authorized insurers or any provider of 10. 105 health care services, meeting standards established by the corporation, for the provision of comprehensive insurance 106 107 coverage to participants. Such standards shall include criteria 108 under which the corporation may contract with more than one 109 provider of health care services in program sites. Health plans shall be selected through a competitive bid process. The Florida 110 Healthy Kids Corporation shall purchase goods and services in 111

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112 the most cost-effective manner consistent with the delivery of 113 quality medical care. The maximum administrative cost for a 114 Florida Healthy Kids Corporation contract shall be 15 percent. 115 For health care contracts, the minimum medical loss ratio for a 116 Florida Healthy Kids Corporation contract shall be 85 percent. 117 For dental contracts, the remaining compensation to be paid to 118 the authorized insurer or provider under a Florida Healthy Kids Corporation contract shall be no less than an amount which is 85 119 120 percent of premium; to the extent any contract provision does 121 not provide for this minimum compensation, this section shall prevail. The health plan selection criteria and scoring system, 122 and the scoring results, shall be available upon request for 123 inspection after the bids have been awarded. 124

125 11. Establish disenrollment criteria in the event local 126 matching funds are insufficient to cover enrollments.

127 12. Develop and implement a plan to publicize the Florida 128 Healthy Kids Corporation, the eligibility requirements of the 129 program, and the procedures for enrollment in the program and to 130 maintain public awareness of the corporation and the program.

131 13. Secure staff necessary to properly administer the 132 corporation. Staff costs shall be funded from state and local 133 matching funds and such other private or public funds as become 134 available. The board of directors shall determine the number of 135 staff members necessary to administer the corporation.

136 14. Provide a report annually to the Governor, Chief
137 Financial Officer, Commissioner of Education, Senate President,
138 Speaker of the House of Representatives, and Minority Leaders of
139 the Senate and the House of Representatives.

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140 15. Establish benefit packages which conform to the
141 provisions of the Florida KidCare program, as created in ss.
142 409.810-409.820.

Section 2. Subsection (9) of section 409.814, FloridaStatutes, is amended to read:

145 409.814 Eligibility.--A child who has not reached 19 years 146 of age whose family income is equal to or below 200 percent of the federal poverty level is eligible for the Florida KidCare 147 148 program as provided in this section. For enrollment in the Children's Medical Services Network, a complete application 149 150 includes the medical or behavioral health screening. If, subsequently, an individual is determined to be ineligible for 151 coverage, he or she must immediately be disenrolled from the 152 153 respective Florida KidCare program component.

154 (9) Subject to paragraph (4) (b) and s. 624.91(3), the 155 Florida KidCare program shall withhold benefits from an enrollee 156 if the program obtains evidence that the enrollee is no longer 157 eligible, submitted incorrect or fraudulent information in order 158 to establish eligibility, or failed to provide verification of eligibility. The applicant or enrollee shall be notified that 159 160 because of such evidence program benefits will be withheld 161 unless the applicant or enrollee contacts a designated 162 representative of the program by a specified date, which must be within 10 days after the date of notice, to discuss and resolve 163 the matter. The program shall make every effort to resolve the 164 matter within a timeframe that will not cause benefits to be 165 withheld from an eligible enrollee. 166

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Section 3. This act shall take effect July 1, 2006.

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