1	A bill to be entitled
2	An act relating to the Florida KidCare program; amending
3	s. 409.814, F.S.; providing for certain children who are
4	ineligible to participate in the Florida KidCare program
5	to be eligible for Medikids or the Florida Healthy Kids
6	program; specifying that 12 months of continuous
7	eligibility includes changes between program components;
8	amending s. 409.818, F.S.; providing for the
9	administration of the eligibility application process;
10	amending s. 409.821, F.S., relating to a public records
11	exemption; specifying that such provision does not
12	prohibit an enrollee's parent or legal guardian from
13	obtaining confirmation of coverage and dates of coverage;
14	amending s. 624.91, F.S.; authorizing participating health
15	and dental plans to develop marketing and other
16	promotional materials and to participate in activities to
17	promote the Florida KidCare program; requiring the Agency
18	for Health Care Administration to begin enrollment in
19	Medikids or the Florida Healthy Kids program by a certain
20	date; providing an effective date.
21	
22	Be It Enacted by the Legislature of the State of Florida:
23	
24	Section 1. Subsections (5) and (6) of section 409.814,
25	Florida Statutes, are amended to read:
26	409.814 EligibilityA child who has not reached 19 years
27	of age whose family income is equal to or below 200 percent of
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the federal poverty level is eligible for the Florida KidCare program as provided in this section. For enrollment in the Children's Medical Services Network, a complete application includes the medical or behavioral health screening. If, subsequently, an individual is determined to be ineligible for coverage, he or she must immediately be disenrolled from the respective Florida KidCare program component.

(5) A child whose family income is above 200 percent of
the federal poverty level or a child who is excluded under the
provisions of subsection (4) may participate in the <u>Medikids</u>
<u>program as provided in s. 409.8132 or, if the child is</u>
<u>ineligible for Medikids by reason of age, in the Florida Healthy</u>
<u>Kids program, Florida KidCare program, excluding the Medicaid</u>
program, but is subject to the following provisions:

42 (a) The family is not eligible for premium assistance
43 payments and must pay the full cost of the premium, including
44 any administrative costs.

(b) The agency is authorized to place limits on enrollment
in Medikids by these children in order to avoid adverse
selection. The number of children participating in Medikids
whose family income exceeds 200 percent of the federal poverty
level must not exceed 10 percent of total enrollees in the
Medikids program.

(c) The board of directors of the Florida Healthy Kids Corporation is authorized to place limits on enrollment of these children in order to avoid adverse selection. In addition, the board is authorized to offer a reduced benefit package to these

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55 children in order to limit program costs for such families. The 56 number of children participating in the Florida Healthy Kids 57 program whose family income exceeds 200 percent of the federal 58 poverty level must not exceed 10 percent of total enrollees in 59 the Florida Healthy Kids program.

60 (d) Children described in this subsection are not counted
61 in the annual enrollment ceiling for the Florida KidCare
62 program.

Once a child is enrolled in the Florida KidCare 63 (6) 64 program, the child is eligible for coverage under the program for 12 months without a redetermination or reverification of 65 eligibility even when switching from one component of the 66 67 program to another, if the family pays continues to pay the 68 applicable premium. Eligibility for program components funded through Title XXI of the Social Security Act shall terminate 69 70 when a child attains the age of 19. Effective January 1, 1999, a child who has not attained the age of 5 and who has been 71 72 determined eligible for the Medicaid program is eligible for 73 coverage for 12 months without a redetermination or 74 reverification of eligibility.

75 Section 2. Paragraph (a) of subsection (1) of section76 409.818, Florida Statutes, is amended to read:

409.818 Administration.--In order to implement ss.
409.810-409.820, the following agencies shall have the following duties:

80

(1) The Department of Children and Family Services shall:

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81 (a) Develop a simplified eligibility application process, 82 including the use of mail-in forms and electronic information 83 intake methods, mail-in form to be used for determining the eligibility of children for coverage under the Florida KidCare 84 program, in consultation with the agency, the Department of 85 86 Health, and the Florida Healthy Kids Corporation. The simplified eligibility application process form must include an item that 87 provides an opportunity for the applicant to indicate whether 88 89 coverage is being sought for a child with special health care needs. Families applying for children's Medicaid coverage must 90 91 also be able to use the simplified application form without having to pay a premium. When a child is found ineligible due to 92 93 income for Medicaid, the enrollee's managed care plan shall be 94 notified of the pending loss of coverage at the same time that the family is notified. Effective November 1, 2006, the 95 96 department shall forward all of the child's information, 97 including the date the child was enrolled in the Medicaid 98 program and the income level of the family when the child was determined to be ineligible due to income, to the Healthy Kids 99 100 Corporation. The child's information shall be processed for 101 enrollment in another KidCare program component without 102 requiring an additional KidCare application. 103 Section 3. Section 409.821, Florida Statutes, is amended to read: 104 409.821 Florida KidCare program public records 105 106 exemption. -- Notwithstanding any other law to the contrary, any 107 information identifying a Florida KidCare program applicant or

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enrollee, as defined in s. 409.811, held by the Agency for 108 109 Health Care Administration, the Department of Children and 110 Family Services, the Department of Health, or the Florida Healthy Kids Corporation is confidential and exempt from s. 111 119.07(1) and s. 24(a), Art. I of the State Constitution. Such 112 113 information may be disclosed to another governmental entity only if disclosure is necessary for the entity to perform its duties 114 and responsibilities under the Florida KidCare program and shall 115 116 be disclosed to the Department of Revenue for purposes of administering the state Title IV-D program. The receiving 117 governmental entity must maintain the confidential and exempt 118 119 status of such information. Furthermore, such information may 120 not be released to any person without the written consent of the 121 program applicant. This exemption applies to any information 122 identifying a Florida KidCare program applicant or enrollee held 123 by the Agency for Health Care Administration, the Department of Children and Family Services, the Department of Health, or the 124 Florida Healthy Kids Corporation before, on, or after the 125 126 effective date of this exemption. A violation of this section is 127 a misdemeanor of the second degree, punishable as provided in s. 128 775.082 or s. 775.083. This section does not prohibit an enrollee's parent or legal guardian from obtaining confirmation 129 130 of coverage and dates of coverage. Subsection (5) of section 624.91, Florida 131 Section 4. Statutes, is amended to read: 132

133

624.91 The Florida Healthy Kids Corporation Act.--

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134 (5) CORPORATION AUTHORIZATION, DUTIES, <u>PROMOTION</u>,
135 POWERS.--

(a) There is created the Florida Healthy Kids Corporation,a not-for-profit corporation.

138

(b) The Florida Healthy Kids Corporation shall:

139 1. Arrange for the collection of any family, local 140 contributions, or employer payment or premium, in an amount to 141 be determined by the board of directors, to provide for payment 142 of premiums for comprehensive insurance coverage and for the 143 actual or estimated administrative expenses.

2. Arrange for the collection of any voluntary 144 contributions to provide for payment of premiums for children 145 146 who are not eligible for medical assistance under Title XXI of 147 the Social Security Act. Each fiscal year, the corporation shall establish a local match policy for the enrollment of non-Title-148 149 XXI-eligible children in the Healthy Kids program. By May 1 of each year, the corporation shall provide written notification of 150 the amount to be remitted to the corporation for the following 151 152 fiscal year under that policy. Local match sources may include, 153 but are not limited to, funds provided by municipalities, counties, school boards, hospitals, health care providers, 154 charitable organizations, special taxing districts, and private 155 156 organizations. The minimum local match cash contributions 157 required each fiscal year and local match credits shall be 158 determined by the General Appropriations Act. The corporation 159 shall calculate a county's local match rate based upon that 160 county's percentage of the state's total non-Title-XXI

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161 expenditures as reported in the corporation's most recently 162 audited financial statement. In awarding the local match 163 credits, the corporation may consider factors including, but not 164 limited to, population density, per capita income, and existing 165 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 appropriate to children, provided that <u>the</u> such standards for rural areas <u>do</u> shall not limit primary care providers to boardcertified pediatricians.

179 6. Determine eligibility for children seeking to
180 participate in the Title XXI-funded components of the Florida
181 KidCare program consistent with the requirements specified in s.
182 409.814, as well as the non-Title-XXI-eligible children as
183 provided in subsection (3).

184 7. Establish procedures under which providers of local
185 match to, applicants to and participants in the program may have
186 grievances reviewed by an impartial body and reported to the
187 board of directors of the corporation.

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

9. Establish enrollment criteria <u>that</u> 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.

196 10. Contract with authorized insurers or any provider of health care services, meeting standards established by the 197 corporation, for the provision of comprehensive insurance 198 199 coverage to participants. Such standards shall include criteria 200 under which the corporation may contract with more than one 201 provider of health care services in program sites. Health plans 202 shall be selected through a competitive bid process. The Florida 203 Healthy Kids Corporation shall purchase goods and services in 204 the most cost-effective manner consistent with the delivery of 205 quality medical care. The maximum administrative cost for a 206 Florida Healthy Kids Corporation contract shall be 15 percent. 207 For health care contracts, the minimum medical loss ratio for a 208 Florida Healthy Kids Corporation contract shall be 85 percent. For dental contracts, the remaining compensation to be paid to 209 the authorized insurer or provider under a Florida Healthy Kids 210 Corporation contract shall be no less than an amount which is 85 211 percent of premium; to the extent any contract provision does 212 213 not provide for this minimum compensation, this section shall 214 prevail. The health plan selection criteria and scoring system,

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and the scoring results, shall be available upon request for inspection after the bids have been awarded.

217 11. Establish disenrollment criteria in the event local218 matching funds are insufficient to cover enrollments.

Develop and implement a plan to publicize the Florida 219 12. 220 Healthy Kids Corporation, the eligibility requirements of the program, and the procedures for enrollment in the program and to 221 222 maintain public awareness of the corporation and the program. 223 Participating health and dental plans may develop marketing and 224 other promotional materials and participate in activities, such 225 as health fairs and public events, as approved by the corporation. The health and dental plans may also contact their 226 227 enrollees and former enrollees to encourage continued 228 participation in the plan.

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

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

238 15. Establish benefit packages which conform to the
239 provisions of the Florida KidCare program, as created in ss.
240 409.810-409.820.

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(c) Coverage under the corporation's program is secondary to any other available private coverage held by, or applicable to, the participant child or family member. Insurers under contract with the corporation are the payors of last resort and must coordinate benefits with any other third-party payor that may be liable for the participant's medical care.

The Florida Healthy Kids Corporation shall be a 247 (d) private corporation not for profit, organized under pursuant to 248 249 chapter 617, and shall have all powers necessary to carry out the purposes of this act, including, but not limited to, the 250 251 power to receive and accept grants, loans, or advances of funds 252 from any public or private agency and to receive and accept from 253 any source contributions of money, property, labor, or any other 254 thing of value, to be held, used, and applied for the purposes 255 of this section act.

256 Section 5. <u>The Agency for Health Care Administration shall</u> 257 <u>begin enrollment under s. 409.814(5), Florida Statutes, as</u> 258 <u>amended by this act, by July 1, 2006.</u>

259

Section 6. This act shall take effect July 1, 2006.

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