A bill to be entitled 1 2 An act relating to medical assistance; amending s. 3 409.811, F.S.; revising, providing, and deleting definitions; amending s. 409.812, F.S.; expanding 4 application of the Florida Kidcare program to include all 5 uninsured, low-income children; amending s. 409.813, F.S.; 6 7 specifying funding sources for health benefits coverage 8 for certain children; specifying certain program 9 components to be marketed as the Florida Kidcare program; amending s. 409.8132, F.S.; conforming a cross-reference; 10 removing certain restrictions on enrollment in Medipass 11 under the Medikids program component; revising provisions 12 relating to penalties for nonpayment of premiums and 13 waiting periods for reinstatement of coverage; amending s. 14 409.8134, F.S.; revising provisions relating to enrollment 15 16 in the Florida Kidcare program; amending s. 409.814, F.S.; requiring certain screening prior to enrollment in Florida 17 Kidcare Plus; removing a restriction on participation in 18 19 the Florida Healthy Kids program; revising Florida Kidcare program eligibility criteria; revising limitations on 20 coverage; restricting enrollment of children whose 21 coverage was voluntarily canceled; providing exceptions; 22 deleting provisions that place a limit on enrollment in 23 24 Medikids and the Florida Healthy Kids program; revising an age limitation for Title XXI-funded Florida Kidcare 25 26 coverage; requiring notice to health plans and providers when a child is no longer eligible for certain coverage; 27 requiring electronic verification of applicants' income; 28

Page 1 of 43

29

30

31

32

33

34

35

36

37

38

39

40

41

42

43

44

45

46

47

48

49

50

51

52

53

54

55

56

providing circumstances under which written documentation is required; extending the period of time during which an enrollee in the Florida Kidcare program may contest a determination of ineligibility; amending s. 409.815, F.S.; revising requirements for qualification for benchmark benefits; permitting the Agency for Health Care Administration to increase certain premium assistance payments for Florida Kidcare Plus benefits under certain circumstances; amending s. 409.816, F.S.; revising limitations on premiums and cost sharing; conforming a cross-reference; amending s. 409.8177, F.S.; revising information to be included in a report to the Governor and Legislature; amending s. 409.818, F.S.; increasing the age for eligibility for coverage under the Florida Kidcare program under certain circumstances; revising duties of the Department of Children and Family Services, the Department of Health, the Florida Healthy Kids Corporation, and the agency; requiring the Department of Health to publicize the Florida Kidcare program; removing a provision requiring establishment of a toll-free telephone line; providing for adoption of rules; removing a requirement that the Office of Insurance Regulation certify that certain health benefits coverage plans that seek to provide services under the Florida Kidcare program meet, exceed, or are actuarially equivalent to the benchmark benefit plan and will be offered at an approved rate; authorizing the corporation to determine eligibility of certain applicants for the Florida Kidcare program;

Page 2 of 43

amending s. 409.820, F.S.; requiring the agency, the Department of Health, and the corporation to develop standards for quality assurance and program access for Florida Kidcare program components; amending s. 409.821, F.S., relating to the Florida Kidcare program public records exemption; providing for disclosure of certain confidential and exempt information relating to an enrollee's application or coverage to an enrollee's parent or legal guardian; amending s. 409.904, F.S.; authorizing Medicaid reimbursement for medical assistance provided to pregnant women and certain children under specified circumstances; requiring the agency to submit a state plan amendment to implement the federal Family Opportunity Act; amending s. 624.91, F.S.; deleting requirements relating to limitations on eligibility for certain state-funded assistance for payment of Florida Healthy Kids premiums; revising the duties of the corporation; revising provisions relating to who is eligible for optional medical and related services payments; providing an effective date.

77

78

57

58

59

60

61

62

63

64

65

66

67

68

69

70

71

72

73

74

75

76

Be It Enacted by the Legislature of the State of Florida:

79 80

81

82

83

Section 1. Subsections (6), (11), and (25) of section 409.811, Florida Statutes, are amended, present subsection (12) is renumbered as subsection (11) and amended, and new subsections (12) and (27) are added to that section, to read:

Page 3 of 43

409.811 Definitions relating to Florida Kidcare Act.--As used in ss. 409.810-409.820, the term:

- meaning as in s. 391.021(2) means a child whose serious or chronic physical or developmental condition requires extensive preventive and maintenance care beyond that required by typically healthy children. Health care utilization by such a child exceeds the statistically expected usage of the normal child adjusted for chronological age, and such a child often needs complex care requiring multiple providers, rehabilitation services, and specialized equipment in a number of different settings.
- (11) "Family" means the group or the individuals whose income is considered in determining eligibility for the Florida Kidcare program. The family includes a child with a custodial parent or caretaker relative who resides in the same house or living unit or, in the case of a child whose disability of nonage has been removed under chapter 743, the child. The family may also include other individuals whose income and resources are considered in whole or in part in determining eligibility of the child.
- (11) (12) "Family income" means cash received at periodic intervals from any source, such as wages, benefits, contributions, or rental property. Family income is calculated using the budget methodologies authorized under Title XIX of the Social Security Act. Income also may include any money that would have been counted as income under the Aid to Families with

Dependent Children (AFDC) state plan in effect prior to August
112 22, 1996.

- (12) "Florida Kidcare Plus" means health benefits coverage for children with special health care needs delivered through the Children's Medical Services Network.
- (25) "Rural county" means a county having a population density of less than 100 persons per square mile, or a county defined by the most recent United States Census as rural, in which there is no prepaid health plan participating in the Medicaid program as of July 1, 1998.
- (27) "Maximum income threshold" means a percentage of the current federal poverty level used to determine eligibility for certain program components, as approved by federal waiver or an amendment to the state plan.
- Section 2. Section 409.812, Florida Statutes, is amended to read:
- 409.812 Program created; purpose.--The Florida Kidcare program is created to provide a defined set of health benefits to previously uninsured, low-income children through the establishment of a variety of affordable health benefits coverage options from which families may select coverage and through which families may contribute financially to the health care of their children.
- Section 3. Section 409.813, Florida Statutes, is amended to read:
- 409.813 <u>Health benefits coverage;</u> program components; entitlement and nonentitlement.--

(1) The Florida Kidcare program includes health benefits coverage provided to children as follows:

- (a) For children with family incomes at or below the applicable Medicaid eligibility level, health benefits coverage is funded through Title XIX of the Social Security Act.
- (b) For children with family incomes above the applicable Medicaid eligibility level up to the maximum income threshold, health benefits coverage is funded through Title XXI of the Social Security Act.
- (c) For children with family incomes above the maximum income threshold, health benefits coverage is funded through family premiums.
- (d) For children with special health care needs with family incomes above the maximum income threshold, the family shall be afforded the opportunity to buy into the Medicaid program, pursuant to s. 409.904.
- (2) The Florida Kidcare program includes health benefits coverage provided to children through the following program components, which shall be marketed as the Florida Kidcare program:
- (a)(1) Medicaid;

138

139

140

141

142

143

144

145

146

147

148

149

150

151

152

153

154

155

156

157

158

162

163

- (b) (2) Medikids as created in s. 409.8132;
- 160 (c) (3) The Florida Healthy Kids Corporation as created in 161 s. 624.91;
 - (d) (4) Employer-sponsored group health insurance plans approved under ss. 409.810-409.820; and
- 164 <u>(e) (5)</u> The Children's Medical Services network established 165 in chapter 391.

Page 6 of 43

(3) Except for <u>Title XIX-funded Florida Kidcare</u> coverage under the <u>Medicaid program</u>, coverage under the Florida Kidcare program is not an entitlement. No cause of action shall arise against the state, the department, the Department of Children and Family Services, or the agency for failure to make health services available to any person under ss. 409.810-409.820.

Section 4. Paragraph (b) of subsection (6) and subsections (7) and (8) of section 409.8132, Florida Statutes, are amended to read:

409.8132 Medikids program component. --

(6) ELIGIBILITY.--

166

167

168

169

170

171

172

173

174

175

176

177

178

179

180

181

182183

184

185

186

187

188

189

190

191

192

- (b) The provisions of s. 409.814(3), $\frac{(4)}{}$, and $\frac{(5)}{}$, and $\frac{(7)}{}$ shall be applicable to the Medikids program.
- (7) ENROLLMENT. -- Enrollment in the Medikids program component may occur at any time throughout the year. A child may not receive services under the Medikids program until the child is enrolled in a managed care plan or MediPass. Once determined eligible, an applicant may receive choice counseling and select a managed care plan or MediPass. The agency may initiate mandatory assignment for a Medikids applicant who has not chosen a managed care plan or MediPass provider after the applicant's voluntary choice period ends. An applicant may select MediPass under the Medikids program component only in counties that have fewer than two managed care plans available to serve Medicaid recipients and only if the federal Health Care Financing Administration determines that MediPass constitutes "health insurance coverage" as defined in Title XXI of the Social Security Act.

(8) PENALTIES FOR VOLUNTARY CANCELLATION.--The agency shall establish enrollment criteria that \underline{may} \underline{must} include penalties or waiting periods of not \underline{more} \underline{fewer} than $\underline{30}$ $\underline{60}$ days for reinstatement of coverage upon voluntary cancellation for nonpayment of premiums.

194

195

196

197

198

199

200

201

202

203

204

205

206

207

208

209

210

211

212

213

214

215

216

217

218

219

220

221

Section 5. Section 409.8134, Florida Statutes, is amended to read:

409.8134 Program expenditure ceiling; enrollment.--

- (1) Except for the Medicaid program, a ceiling shall be placed on annual federal and state expenditures for the Florida Kidcare program as provided each year in the General Appropriations Act.
- The Florida Kidcare program shall $\frac{may}{may}$ conduct enrollment continuously at any time throughout the year for the purpose of enrolling children eligible for all program components listed in s. 409.813 except Medicaid. The four Florida Kidcare administrators shall work together to ensure that the year round enrollment period is announced statewide. Eligible Children eligible for Title XXI-funded Florida Kidcare coverage shall be enrolled on a first-come, first-served basis using the date the enrollment application is received. Enrollment shall immediately cease when the expenditure ceiling is reached. Year-round enrollment shall only be held if the Social Services Estimating Conference determines that sufficient federal and state funds will be available to finance the increased enrollment through federal fiscal year 2007. Any individual who is not enrolled must reapply by submitting a new application. The application for the Florida Kidcare program is

Page 8 of 43

shall be valid for a period of 120 days after the date it was received. At the end of the 120-day period, if the applicant has not been enrolled in the program, the application is shall be invalid and the applicant shall be notified of the action. The applicant may reactivate resubmit the application after notification of the action taken by the program. Except for the Medicaid program, whenever the Social Services Estimating Conference determines that there are presently, or will be by the end of the current fiscal year, insufficient funds to finance the current or projected enrollment in the Florida Kidcare program, all additional enrollment must cease and additional enrollment may not resume until sufficient funds are available to finance such enrollment.

- (3) Upon determination by the Social Services Estimating Conference that there are insufficient funds to finance the current enrollment in the Florida Kidcare program within current appropriations, the program shall initiate disenrollment procedures to remove enrollees, except those children enrolled in Florida Kidcare Plus the Children's Medical Services Network, on a last-in, first-out basis until the expenditure and appropriation levels are balanced.
- (4) The agencies that administer the Florida Kidcare program components shall collect and analyze the data needed to project program enrollment costs, including price level adjustments, participation and attrition rates, current and projected caseloads, the estimated number of children in the state who are uninsured based on data from the most recent United States Census, utilization, and current and projected

Page 9 of 43

expenditures for the next 3 years. The agencies shall report caseload and expenditure trends and estimated numbers of uninsured children to the Social Services Estimating Conference in accordance with chapter 216.

Section 6. Section 409.814, Florida Statutes, is amended to read:

409.814 Eligibility.--A child who has not reached 19 years of age whose family income is equal to or below 200 percent of the federal poverty level is eligible for the Florida Kidcare program as provided in this section. For enrollment in Florida Kidcare Plus the Children's Medical Services Network, a complete application includes clinical eligibility 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.

- (1) A child who is eligible for Medicaid coverage under s. 409.903 or s. 409.904 must be enrolled in Medicaid and is not eligible to receive health benefits under any other health benefits coverage authorized under the Florida Kidcare program.
- (2) A child who is not eligible for Medicaid, but who is eligible for the Florida Kidcare program, may obtain health benefits coverage under any of the other components listed in s. 409.813 if such coverage is approved and available in the county in which the child resides. However, a child who is eligible for Medikids may participate in the Florida Healthy Kids program only if the child has a sibling participating in the Florida

Healthy Kids program and the child's county of residence permits such enrollment.

- (3) A child who is eligible for the Florida Kidcare program who is a child with special health care needs, as determined through a <u>clinical eligibility medical or behavioral</u> screening instrument, <u>shall receive Florida Kidcare Plus is eligible for health benefits coverage from and shall be referred to the Children's Medical Services Network</u>.
- (4) A child who becomes ineligible for Title XIX-funded Florida Kidcare coverage due to exceeding income or age limits shall have 60 days of continued eligibility following redetermination before premium payments are required in order to allow for a transition to Title XXI-funded Florida Kidcare without a lapse in coverage.
- (5)(4) The following children are not eligible to receive Title XXI-funded premium assistance for health benefits coverage under the Florida Kidcare program, except under Medicaid if the child would have been eligible for Medicaid under s. 409.903 or s. 409.904 as of June 1, 1997:
- (a) A child who is eligible for coverage under a state health benefit plan on the basis of a family member's employment with a public agency in the state.
- (b) A child who is currently eligible for or covered under a family member's group health benefit plan or under other employer health insurance coverage, excluding coverage provided under the Florida Healthy Kids Corporation as established under s. 624.91, provided that the cost of the child's participation is not greater than 5 percent of the family's income. This

Page 11 of 43

provision shall be applied during redetermination for children who were enrolled prior to July 1, 2004. These enrollees shall have 6 months of eligibility following redetermination to allow for a transition to the other health benefit plan.

- (c) A child who is seeking premium assistance for the Florida Kidcare program through employer-sponsored group coverage, if the child has been covered by the same employer's group coverage during the 60 days 6 months prior to the family's submitting an application for determination of eligibility under the program.
- (d) A child who is an alien, but who does not meet the definition of qualified alien, in the United States.
- (e) A child who is an inmate of a public institution or a patient in an institution for mental diseases.
- (f) A child who has had his or her coverage in an employer-sponsored health benefit plan or a private health benefit plan voluntarily canceled in the last 60 days 6 months, except those children whose coverage was voluntarily canceled for good cause, including, but not limited to:
- 1. The cost of participation in an employer-sponsored health benefit plan is greater than 5 percent of the family's income;
- 2. The parent lost a job that provided an employer-sponsored health benefit plan for children;
- 3. The parent with health benefits coverage for the child is deceased;

Page 12 of 43

4. The child has a medical condition that, without medical care, would cause serious disability, loss of function, or death;

- 5. The employer of the parent canceled health benefits coverage for children;
- 6. The child's health benefits coverage ended because the child reached the maximum lifetime coverage amount;
- 7. The child has exhausted coverage under a COBRA continuation provision;

- 8. The health benefits coverage does not cover the child's health care needs; or
- 9. Domestic violence led to loss of coverage who were on the waiting list prior to March 12, 2004.
- (g) A child who is otherwise eligible for Kidcare and who has a preexisting condition that prevents coverage under another insurance plan as described in paragraph (b) which would have disqualified the child for Kidcare if the child were able to enroll in the plan shall be eligible for Kidcare coverage when enrollment is possible.
- (6) Subject to a specific appropriation for this purpose, the following children are eligible to receive nonfederal premium assistance for health benefits coverage under the Florida Kidcare program if the child would otherwise qualify:
- (a) A child who is eligible for coverage under a state health benefit plan on the basis of a family member's employment with a public agency in the state.
- (b) A child who is an alien, but who does not meet the definition of a qualified alien, in the United States.

Page 13 of 43

(7)(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 (5)(4) may participate in the Florida Kidcare program, provided that Medikids program as provided in s. 409.8132 or, if the child is ineligible for Medikids by reason of age, in the Florida Healthy Kids program, subject to the following provisions:

- (a) the family is not eligible for premium assistance payments and must pay the full cost of the premium, including 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
 children in order to limit program costs for such families. The
 number of children participating in the Florida Healthy Kids
 program whose family income exceeds 200 percent of the federal
 poverty level must not exceed 10 percent of total enrollees in
 the Florida Healthy Kids program.
- (8) (6) Once a child is enrolled in the Florida Kidcare program, the child is eligible for coverage under the program for 12 months without a redetermination or reverification of

Page 14 of 43

387

388

389

390

391

392

393

394

395

396

397

398

399

400

401

402

403

404

405

406

407

408

409

410

411

412

413

eligibility, if the family continues to pay the applicable premium. Eligibility for Florida Kidcare coverage program components funded through Title XXI of the Social Security Act shall terminate when a child attains the age of 19. Effective January 1, 1999, A child who has not attained the age of 19 5 and who has been determined eligible for the Medicaid program is eligible for coverage for 12 months without a redetermination or reverification of eligibility.

(9) (7) When determining or reviewing a child's eligibility under the Florida Kidcare program, the applicant shall be provided with reasonable notice of changes in eligibility which may affect enrollment in one or more of the program components. When a transition from one program component to another is authorized, there shall be cooperation between the program components, and the affected family, the child's health plan, and providers that which promotes continuity of health care coverage. When a child is no longer eligible for Florida Kidcare coverage funded through Title XIX or Title XXI of the Social Security Act, the child's health plan and other providers shall be notified so that the health plans and providers may assist the family in maintaining continuous coverage in the Florida Kidcare program. Any authorized transfers must be managed within the program's overall appropriated or authorized levels of funding. Each component of the program shall establish a reserve to ensure that transfers between components will be accomplished within current year appropriations. These reserves shall be reviewed by each convening of the Social Services Estimating

Conference to determine the adequacy of such reserves to meet actual experience.

- (10) (8) In determining the eligibility of a child, an assets test is not required. During the application process and the redetermination process:
- (a) Each applicant's family income shall be verified electronically to determine financial eligibility for the Florida Kidcare program. Written documentation, which may include wages and earning statements (pay stubs), W-2 forms, or a copy of the applicant's most recent federal income tax return, shall be required only if the electronic verification does not substantiate the applicant's income. Each applicant shall provide written documentation during the application process and the redetermination process, including, but not limited to, the following:
- (a) Proof of family income, which must include a copy of the applicant's most recent federal income tax return. In the absence of a federal income tax return, an applicant may submit wages and earnings statements (pay stubs), W-2 forms, or other appropriate documents.
- (b) <u>Each applicant shall provide</u> a statement from all applicable family members that:
- 1. Their $\underline{\text{employers do}}$ $\underline{\text{employer does}}$ not sponsor $\underline{\text{a}}$ health benefit $\underline{\text{plans}}$ $\underline{\text{plan}}$ for $\underline{\text{employees}}$; or
- 2. The potential enrollee is not covered by <u>an</u> the employer-sponsored health benefit plan because the potential enrollee is not eligible for coverage, or, if the potential enrollee is eligible but not covered, a statement of the cost to

Page 16 of 43

enroll the potential enrollee in the employer-sponsored health benefit plan.

- (11)(9) Subject to paragraph (5)(4)(b) and s. 624.91(4), the Florida Kidcare program shall withhold benefits from an enrollee if the program obtains evidence that the enrollee is no longer eligible, submitted incorrect or fraudulent information in order to establish eligibility, or failed to provide verification of eligibility. The applicant or enrollee shall be notified that because of such evidence program benefits will be withheld unless the applicant or enrollee contacts a designated representative of the program by a specified date, which must be within 14 working 10 days after the date of notice, to discuss and resolve the matter. The program shall make every effort to resolve the matter within a timeframe that will not cause benefits to be withheld from an eligible enrollee.
- $\underline{\text{(12)}}$ (10) The following individuals may be subject to prosecution in accordance with s. 414.39:
- (a) An applicant obtaining or attempting to obtain benefits for a potential enrollee under the Florida Kidcare program when the applicant knows or should have known the potential enrollee does not qualify for the Florida Kidcare program.
- (b) An individual who assists an applicant in obtaining or attempting to obtain benefits for a potential enrollee under the Florida Kidcare program when the individual knows or should have known the potential enrollee does not qualify for the Florida Kidcare program.

Section 7. Section 409.815, Florida Statutes, is amended to read:

409.815 Health benefits coverage; limitations. --

- (1) MEDICAID BENEFITS.--For purposes of the Florida
 Kidcare program, benefits available under Medicaid and Medikids
 include those goods and services provided under the medical
 assistance program authorized by Title XIX of the Social
 Security Act, and regulations thereunder, as administered in
 this state by the agency. This includes those mandatory Medicaid
 services authorized under s. 409.905 and optional Medicaid
 services authorized under s. 409.906, rendered on behalf of
 eligible individuals by qualified providers, in accordance with
 federal requirements for Title XIX, subject to any limitations
 or directions provided for in the General Appropriations Act or
 chapter 216, and according to methodologies and limitations set
 forth in agency rules and policy manuals and handbooks
 incorporated by reference thereto.
- coverage to qualify for premium assistance payments for an eligible child under ss. 409.810-409.820, the health benefits coverage must be equivalent to the pediatric Medicaid benefit package and be based upon a standard and appropriate assessment of need for the services consistent with Early and Periodic Screening, Diagnosis, and Treatment requirements as specified in s. 409.905(2) and Title XIX of the Social Security Act, except for coverage under Medicaid and Medikids, must include the following minimum benefits, as medically necessary.
 - (a) Preventive health services. Covered services include:

Page 18 of 43

1. Well child care, including services recommended in the Guidelines for Health Supervision of Children and Youth as developed by the American Academy of Pediatrics;

2. Immunizations and injections;

3. Health education counseling and clinical services;

4. Vision screening; and

5. Hearing screening.

(b) Inpatient hospital services. All covered services provided for the medical care and treatment of an enrollee who is admitted as an inpatient to a hospital licensed under part I of chapter 395, with the following exceptions:

1. All admissions must be authorized by the enrollee's

- 1. All admissions must be authorized by the enrollee's health benefits coverage provider.
- 2. The length of the patient stay shall be determined based on the medical condition of the enrollee in relation to the necessary and appropriate level of care.
- 3. Room and board may be limited to semiprivate accommodations, unless a private room is considered medically necessary or semiprivate accommodations are not available.
- 4. Admissions for rehabilitation and physical therapy are limited to 15 days per contract year.
- (c) Emergency services. Covered services include visits to an emergency room or other licensed facility if needed immediately due to an injury or illness and delay means risk of permanent damage to the enrollee's health. Health maintenance organizations shall comply with the provisions of s. 641.513.

Page 19 of 43

(d) Maternity services. Covered services include 523 524 maternity and newborn care, including prenatal and postnatal care, with the following limitations: 525 526 1. Coverage may be limited to the fee for vaginal 527 deliveries; and 2. Initial inpatient care for newborn infants of enrolled 528 529 adolescents shall be covered, including normal newborn care, 530 nursery charges, and the initial pediatric or neonatal 531 examination, and the infant may be covered for up to 3 days following birth. 532 533 (e) Organ transplantation services. -- Covered services include pretransplant, transplant, and postdischarge services 534 and treatment of complications after transplantation for 535 536 transplants deemed necessary and appropriate within the 537 guidelines set by the Organ Transplant Advisory Council under s. 538 765.53 or the Bone Marrow Transplant Advisory Panel under s. 627.4236. 539 540 (f) Outpatient services. Covered services include 541 preventive, diagnostic, therapeutic, palliative care, and other services provided to an enrollee in the outpatient portion of a 542 543 health facility licensed under chapter 395, except for the 544 following limitations: 545 1. Services must be authorized by the enrollee's health benefits coverage provider; and 546 2. Treatment for temporomandibular joint disease (TMJ) is 547 specifically excluded. 548 (q) Behavioral health services. --549 550 1. Mental health benefits include:

Page 20 of 43

a. Inpatient services, limited to not more than 30 inpatient days per contract year for psychiatric admissions, or residential services in facilities licensed under s. 394.875(8) or s. 395.003 in lieu of inpatient psychiatric admissions; however, a minimum of 10 of the 30 days shall be available only for inpatient psychiatric services when authorized by a physician; and

- b. Outpatient services, including outpatient visits for psychological or psychiatric evaluation, diagnosis, and treatment by a licensed mental health professional, limited to a maximum of 40 outpatient visits each contract year.
 - 2. Substance abuse services include:

- a. Inpatient services, limited to not more than 7 inpatient days per contract year for medical detoxification only and 30 days of residential services; and
- b. Outpatient services, including evaluation, diagnosis, and treatment by a licensed practitioner, limited to a maximum of 40 outpatient visits per contract year.
- (h) Durable medical equipment.--Covered services include equipment and devices that are medically indicated to assist in the treatment of a medical condition and specifically prescribed as medically necessary, with the following limitations:
 - 1. Low vision and telescopic aides are not included.
- 2. Corrective lenses and frames may be limited to one pair every 2 years, unless the prescription or head size of the enrollee changes.
- 3. Hearing aids shall be covered only when medically indicated to assist in the treatment of a medical condition.

Page 21 of 43

4. Covered prosthetic devices include artificial eyes and limbs, braces, and other artificial aids.

(i) Health practitioner services.—Covered services include services and procedures rendered to an enrollee when performed to diagnose and treat diseases, injuries, or other conditions, including care rendered by health practitioners acting within the scope of their practice, with the following exceptions:

1. Chiropractic services shall be provided in the same manner as in the Florida Medicaid program.

- 2. Podiatric services may be limited to one visit per day totaling two visits per month for specific foot disorders.
- (j) Home health services.--Covered services include prescribed home visits by both registered and licensed practical nurses to provide skilled nursing services on a part time intermittent basis, subject to the following limitations:
- 1. Coverage may be limited to include skilled nursing services only;
- 2. Meals, housekeeping, and personal comfort items may be excluded; and
- 3. Private duty nursing is limited to circumstances where such care is medically necessary.
- (k) Hospice services. Covered services include reasonable and necessary services for palliation or management of an enrollee's terminal illness, with the following exceptions:
- 1. Once a family elects to receive hospice care for an enrollee, other services that treat the terminal condition will not be covered; and

Page 22 of 43

607 2. Services required for conditions totally unrelated to the terminal condition are covered to the extent that the 608 609 services are included in this section. (1) Laboratory and X ray services. Covered services 610 611 include diagnostic testing, including clinical radiologic, laboratory, and other diagnostic tests. 612 613 (m) Nursing facility services. Covered services include regular nursing services, rehabilitation services, drugs and 614 biologicals, medical supplies, and the use of appliances and 615 equipment furnished by the facility, with the following 616 limitations: 617 1. All admissions must be authorized by the health 618 benefits coverage provider. 619 620 2. The length of the patient stay shall be determined based on the medical condition of the enrollee in relation to 621 622 the necessary and appropriate level of care, but is limited to 623 not more than 100 days per contract year. 624 3. Room and board may be limited to semiprivate accommodations, unless a private room is considered medically 625 necessary or semiprivate accommodations are not available. 626

- 4. Specialized treatment centers and independent kidney disease treatment centers are excluded.
- 5. Private duty nurses, television, and custodial care are excluded.
- 6. Admissions for rehabilitation and physical therapy are limited to 15 days per contract year.
 - (n) Prescribed drugs. --

627

628

629630

631

632

633

Page 23 of 43

Coverage shall include drugs prescribed for the

treatment of illness or injury when prescribed by a licensed health practitioner acting within the scope of his or her practice.

2. Prescribed drugs may be limited to generics if available and brand name products if a generic substitution is not available, unless the prescribing licensed health practitioner indicates that a brand name is medically necessary.

3. Prescribed drugs covered under this section shall include all prescribed drugs covered under the Florida Medicaid program.

(o) Therapy services. Covered services include rehabilitative services, including occupational, physical, respiratory, and speech therapies, with the following limitations:

1. Services must be for short-term rehabilitation where

- 1. Services must be for short-term rehabilitation where significant improvement in the enrollee's condition will result;
- 2. Services shall be limited to not more than 24 treatment sessions within a 60 day period per episode or injury, with the 60-day period beginning with the first treatment.
- (p) Transportation services. Covered services include emergency transportation required in response to an emergency situation.
- (q) Dental services. Dental services shall be covered and may include those dental benefits provided to children by the Florida Medicaid program under s. 409.906(6).

Page 24 of 43

(r) Lifetime maximum. Health benefits coverage obtained under ss. 409.810-409.820 shall pay an enrollee's covered expenses at a lifetime maximum of \$1 million per covered child.

(a) (s) Cost-sharing.--Cost-sharing provisions must comply with s. 409.816.

(b) (t) Exclusions. --

- 1. Experimental or investigational procedures that have not been clinically proven by reliable evidence are excluded;
- 2. Services performed for cosmetic purposes only or for the convenience of the enrollee are excluded; and
- 3. Abortion may be covered only if necessary to save the life of the mother or if the pregnancy is the result of an act of rape or incest.
 - (c) (u) Enhancements to minimum requirements.--
- 1. This section sets the minimum benefits that must be included in any health benefits coverage, other than Medicaid or Medikids coverage, offered under ss. 409.810-409.820. Health benefits coverage may include additional benefits not included in the pediatric Medicaid benefit package under this subsection, but may not include benefits excluded under paragraph (b) (s).
- 2. Health benefits coverage may extend any limitations beyond the minimum benefits described in this section.

Except for Florida Kidcare Plus benefits the Children's Medical Services Network, the agency may not increase the premium assistance payment for either additional benefits provided beyond the minimum benefits described in this section or the imposition of less restrictive service limitations.

Page 25 of 43

(d) (v) Applicability of other state laws.--Health insurers, health maintenance organizations, and their agents are subject to the provisions of the Florida Insurance Code, except for any such provisions waived in this section.

- 1. Except as expressly provided in this section, a law requiring coverage for a specific health care service or benefit, or a law requiring reimbursement, utilization, or consideration of a specific category of licensed health care practitioner, does not apply to a health insurance plan policy or contract offered or delivered under ss. 409.810-409.820 unless that law is made expressly applicable to such policies or contracts.
- 2. Notwithstanding chapter 641, a health maintenance organization may issue contracts providing benefits equal to, exceeding, or actuarially equivalent to the benchmark benefit plan authorized by this section and may pay providers located in a rural county negotiated fees or Medicaid reimbursement rates for services provided to enrollees who are residents of the rural county.
- Section 8. Section 409.816, Florida Statutes, is amended to read:
- 409.816 Limitations on premiums and cost-sharing.--The following limitations on premiums and cost-sharing are established for the program.
- (1) Enrollees who receive coverage under <u>Title XIX of the Social Security Act</u> the <u>Medicaid program</u> may not be required to pay:
 - (a) Enrollment fees, premiums, or similar charges; or

Page 26 of 43

(b) Copayments, deductibles, coinsurance, or similar charges.

- (2) Enrollees in families with a family income equal to or below 150 percent of the federal poverty level, who are not receiving coverage under the Medicaid program, may not be required to pay:
- (a) Enrollment fees, premiums, or similar charges that exceed the maximum monthly charge permitted under s. 1916(b)(1) of the Social Security Act; or
- (b) Copayments, deductibles, coinsurance, or similar charges that exceed a nominal amount, as determined consistent with regulations referred to in s. 1916(a)(3) of the Social Security Act. However, such charges may not be imposed for preventive services, including well-baby and well-child care, age-appropriate immunizations, and routine hearing and vision screenings.
- (3) Enrollees in families with a family income above 150 percent of the federal poverty level, who are not receiving coverage under the Medicaid program or who are not eligible under s. 409.814(7)(5), may be required to pay enrollment fees, premiums, copayments, deductibles, coinsurance, or similar charges on a sliding scale related to income, except that the total annual aggregate cost-sharing with respect to all children in a family may not exceed 5 percent of the family's income. However, copayments, deductibles, coinsurance, or similar charges may not be imposed for preventive services, including well-baby and well-child care, age-appropriate immunizations, and routine hearing and vision screenings.

(4) Enrollees in families with a family income up to the maximum income threshold, who receive Florida Kidcare Plus benefits, may not be required to pay:

- (a) Enrollment fees, premiums, or similar charges; or
- (b) Copayments, deductibles, coinsurance, or similar charges.
- Section 9. Paragraph (i) of subsection (1) of section 409.8177, Florida Statutes, is amended to read:
 - 409.8177 Program evaluation. --

- (1) The agency, in consultation with the Department of Health, the Department of Children and Family Services, and the Florida Healthy Kids Corporation, shall contract for an evaluation of the Florida Kidcare program and shall by January 1 of each year submit to the Governor, the President of the Senate, and the Speaker of the House of Representatives a report of the program. In addition to the items specified under s. 2108 of Title XXI of the Social Security Act, the report shall include an assessment of crowd-out and access to health care, as well as the following:
- (i) An assessment of the effectiveness of the Florida

 <u>Kidcare program Medikids, Children's Medical Services network,</u>

 and other public and private programs in the state in increasing the availability of affordable quality health insurance and health care for children.
- Section 10. Section 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:

- (1) The Department of Children and Family Services shall:
- (a) Develop a simplified eligibility application mail-in form to be used for determining the eligibility of children for coverage under the Florida Kidcare program, in consultation with the agency, the Department of Health, and the Florida Healthy Kids Corporation. The simplified eligibility application form must include an item that provides an opportunity for the applicant to indicate whether coverage is being sought for a child with special health care needs. Families applying for children's Medicaid coverage must also be able to use the simplified application form without having to pay a premium.
- (b) Establish and maintain the eligibility determination process under the program except as specified in subsection (4) (5). The department shall directly, or through the services of a contracted third-party administrator, establish and maintain a process for determining eligibility of children for coverage under the program. The eligibility determination process must be used solely for determining eligibility of applicants for health benefits coverage under the program. The eligibility determination process must include an initial determination of eligibility for any coverage offered under the program, as well as a redetermination or reverification of eligibility each subsequent 6 months. Effective July 1, 2007 January 1, 1999, a child who has not attained the age of 19 5 and who has been determined eligible for the Medicaid program is eligible for

Page 29 of 43

coverage for 12 months without a redetermination or reverification of eligibility. In conducting an eligibility determination, the department shall determine if the child has special health care needs. The department, in consultation with the Agency for Health Care Administration and the Florida Healthy Kids Corporation, shall develop procedures for redetermining eligibility which enable a family to easily update any change in circumstances which could affect eligibility. The department may accept changes in a family's status as reported to the department by the Florida Healthy Kids Corporation without requiring a new application from the family. Redetermination of a child's eligibility for Medicaid may not be linked to a child's eligibility determination for other programs.

- (c) Inform program applicants about eligibility determinations and provide information about eligibility of applicants to the Florida Kidcare program Medicaid, Medikids, the Children's Medical Services Network, and the Florida Healthy Kids Corporation, and to insurers and their agents, through a centralized coordinating office.
- (d) Adopt rules necessary for conducting program eligibility functions.
 - (2) The Department of Health shall:
- (a) Design an eligibility intake process for the program, in coordination with the Department of Children and Family Services, the agency, and the Florida Healthy Kids Corporation. The eligibility intake process may include local intake points that are determined by the Department of Health in coordination

Page 30 of 43

with the Department of Children and Family Services.

- (b) Chair a state-level coordinating council to review and make recommendations concerning the implementation and operation of the program. The coordinating council shall include representatives from the department, the Department of Children and Family Services, the agency, the Florida Healthy Kids Corporation, the Office of Insurance Regulation of the Financial Services Commission, local government, health insurers, health maintenance organizations, health care providers, families participating in the program, and organizations representing low-income families.
- (c) In consultation with the Florida Healthy Kids
 Corporation and the Department of Children and Family Services,
 establish a toll free telephone line to assist families with
 questions about the program.
- (c) (d) Adopt rules necessary to implement the Florida Kidcare program outreach activities.
- (d) In consultation with the Kidcare Coordinating Council, develop and implement a plan to publicize the Florida Kidcare program, the eligibility requirements of the program, and the procedures for enrollment in the program and to maintain public awareness of and outreach for the Florida Kidcare program.
- (3) The Agency for Health Care Administration, under the authority granted in s. 409.914(1), shall:
- (a) Calculate the premium assistance payment necessary to comply with the premium and cost-sharing limitations specified in s. 409.816. The premium assistance payment for each enrollee in a health insurance plan participating in the Florida Healthy

Page 31 of 43

855

856857

858

859

860

861

862

863

864

865

866

867

868

869

870

871

872

873

874

875

876

877

878

879

880

881

882

Kids Corporation shall equal the premium approved by the Florida Healthy Kids Corporation and the Office of Insurance Regulation of the Financial Services Commission pursuant to ss. 627.410 and 641.31, less any enrollee's share of the premium established within the limitations specified in s. 409.816. The premium assistance payment for each enrollee in an employer-sponsored health insurance plan approved under ss. 409.810-409.820 shall equal the premium for the plan adjusted for any benchmark benefit plan actuarial equivalent benefit rider approved by the Office of Insurance Regulation pursuant to ss. 627.410 and 641.31, less any enrollee's share of the premium established within the limitations specified in s. 409.816. In calculating the premium assistance payment levels for children with family coverage, the agency shall set the premium assistance payment levels for each child proportionately to the total cost of family coverage.

- (b) Make premium assistance payments to health insurance plans on a periodic basis. The agency may use its Medicaid fiscal agent or a contracted third-party administrator in making these payments. The agency may require health insurance plans that participate in the Medikids program or employer-sponsored group health insurance to collect premium payments from an enrollee's family. Participating health insurance plans shall report premium payments collected on behalf of enrollees in the program to the agency in accordance with a schedule established by the agency.
- (c) Monitor compliance with quality assurance and access standards developed under s. 409.820.

Page 32 of 43

(d) Establish a mechanism for investigating and resolving complaints and grievances from program applicants, enrollees, and health benefits coverage providers, and maintain a record of complaints and confirmed problems. In the case of a child who is enrolled in a health maintenance organization, the agency must use the provisions of s. 641.511 to address grievance reporting and resolution requirements.

- (e) Approve health benefits coverage for participation in the program, following certification by the Office of Insurance Regulation under subsection (4).
- (f) Adopt <u>all</u> rules necessary <u>to comply with or administer</u> <u>ss. 409.810-409.820 and all rules necessary to comply with</u> <u>federal requirements, including, at a minimum, rules specifying</u> policies, procedures, and criteria for the following activities:
 - 1. for Calculating premium assistance payment levels;
 - $\underline{2.}$ Making premium assistance payments:
 - $\underline{\textbf{3.}}$ Monitoring access and quality assurance standards $\underline{\textbf{:}}_{7}$
 - 4. Investigating and resolving complaints and grievances; 7
 - 5. Administering the Medikids program;, and
 - 6. Approving health benefits coverage; and
- 7. Determining application and enrollment requirements, including documentation requirements, eligibility determinations and redeterminations, enrollee premium payment requirements, cancellation of coverage, reinstatement of coverage, disenrollment procedures, applicant and enrollee notification requirements, application and enrollment time processing standards, and call center standards.

Page 33 of 43

The agency is designated the lead state agency for Title XXI of the Social Security Act for purposes of receipt of federal funds, for reporting purposes, and for ensuring compliance with federal and state regulations and rules.

- (4) The Office of Insurance Regulation shall certify that health benefits coverage plans that seek to provide services under the Florida Kidcare program, except those offered through the Florida Healthy Kids Corporation or the Children's Medical Services Network, meet, exceed, or are actuarially equivalent to the benchmark benefit plan and that health insurance plans will be offered at an approved rate. In determining actuarial equivalence of benefits coverage, the Office of Insurance Regulation and health insurance plans must comply with the requirements of s. 2103 of Title XXI of the Social Security Act. The department shall adopt rules necessary for certifying health benefits coverage plans.
- (4)(5) The Florida Healthy Kids Corporation shall retain its functions as authorized in s. 624.91, including eligibility determination for participation in the non-Title XIX-funded Florida Kidcare program in accordance with administrative rules and policies established by the agency Healthy Kids program.
- (5)(6) The agency, the Department of Health, the Department of Children and Family Services, the Florida Healthy Kids Corporation, and the Office of Insurance Regulation, after consultation with and approval of the Speaker of the House of Representatives and the President of the Senate, are authorized to make program modifications that are necessary to overcome any objections of the United States Department of Health and Human

Services to obtain approval of the state's child health insurance plan under Title XXI of the Social Security Act.

Section 11. Section 409.820, Florida Statutes, is amended to read:

409.820 Quality assurance and access standards.--Except for Medicaid, The Department of Health, in consultation with the agency and the Florida Healthy Kids Corporation, shall develop a minimum set of quality assurance and access standards for all Florida Kidcare program components. The standards must include a process for granting exceptions to specific requirements for quality assurance and access. Compliance with the standards shall be a condition of program participation by health benefits coverage providers. These standards shall comply with the provisions of this chapter and chapter 641 and Title XXI of the Social Security Act.

Section 12. Section 409.821, Florida Statutes, is amended to read:

409.821 Florida Kidcare program public records exemption.--Notwithstanding any other law to the contrary, any information identifying a Florida Kidcare program applicant or enrollee, as defined in s. 409.811, held by the Agency for Health Care Administration, the Department of Children and Family Services, the Department of Health, or the Florida Healthy Kids Corporation is confidential and exempt from s. 119.07(1) and s. 24(a), Art. I of the State Constitution. Such information may be disclosed to another governmental entity only if disclosure is necessary for the entity to perform its duties and responsibilities under the Florida Kidcare program and shall

Page 35 of 43

967

968

969

970

971

972

973

974

975

976

977

978

979

980

981

982

983

984

985

986

987

988

989

990

991

992

993

994

be disclosed to the Department of Revenue for purposes of administering the state Title IV-D program. The receiving governmental entity must maintain the confidential and exempt status of such information. Furthermore, such information may not be released to any person without the written consent of the program applicant. This exemption applies to any information identifying a Florida Kidcare program applicant or enrollee held by the Agency for Health Care Administration, the Department of Children and Family Services, the Department of Health, or the Florida Healthy Kids Corporation before, on, or after the effective date of this exemption. A violation of this section is a misdemeanor of the second degree, punishable as provided in s. 775.082 or s. 775.083. This section does not prohibit an enrollee's parent or legal guardian from obtaining any record relating to the enrollee's Florida Kidcare application or coverage, including, but not limited to, confirmation of coverage, the dates of coverage, the name of the enrollee's health plan, and the amount of premium.

Section 13. Section 409.904, Florida Statutes, is amended to read:

409.904 Optional payments for eligible persons.--The agency may make payments for medical assistance and related services on behalf of the following persons who are determined to be eligible subject to the income, assets, and categorical eligibility tests set forth in federal and state law. Payment on behalf of these Medicaid eligible persons is subject to the availability of moneys and any limitations established by the General Appropriations Act or chapter 216.

Page 36 of 43

(1)(a) From July 1, 2005, through December 31, 2005, a person who is age 65 or older or is determined to be disabled, whose income is at or below 88 percent of federal poverty level, and whose assets do not exceed established limitations.

- (b) Effective January 1, 2006, and subject to federal waiver approval, a person who is age 65 or older or is determined to be disabled, whose income is at or below 88 percent of the federal poverty level, whose assets do not exceed established limitations, and who is not eligible for Medicare or, if eligible for Medicare, is also eligible for and receiving Medicaid-covered institutional care services, hospice services, or home and community-based services. The agency shall seek federal authorization through a waiver to provide this coverage.
- (2) A family, a pregnant woman, a child under age 21, a person age 65 or over, or a blind or disabled person, who would be eligible under any group listed in s. 409.903(1), (2), or (3), except that the income or assets of such family or person exceed established limitations. For a family or person in one of these coverage groups, medical expenses are deductible from income in accordance with federal requirements in order to make a determination of eligibility. A family or person eligible under the coverage known as the "medically needy," is eligible to receive the same services as other Medicaid recipients, with the exception of services in skilled nursing facilities and intermediate care facilities for the developmentally disabled.
- (3) A person who is in need of the services of a licensed nursing facility, a licensed intermediate care facility for the developmentally disabled, or a state mental hospital, whose

Page 37 of 43

income does not exceed 300 percent of the SSI income standard, and who meets the assets standards established under federal and state law. In determining the person's responsibility for the cost of care, the following amounts must be deducted from the person's income:

- (a) The monthly personal allowance for residents as set based on appropriations.
- (b) The reasonable costs of medically necessary services and supplies that are not reimbursable by the Medicaid program.
- (c) The cost of premiums, copayments, coinsurance, and deductibles for supplemental health insurance.
- (4) A low-income person who meets all other requirements for Medicaid eligibility except citizenship and who is in need of emergency medical services. The eligibility of such a recipient is limited to the period of the emergency, in accordance with federal regulations.
- (5) Subject to specific federal authorization, a woman living in a family that has an income that is at or below 200 185 percent of the most current federal poverty level is eligible for family planning services as specified in s. 409.905(3) for a period of up to 24 months following a loss of Medicaid benefits.
- (6) A child who has not attained the age of 19 who has been determined eligible for the Medicaid program is deemed to be eligible for a total of 12 6 months, regardless of changes in circumstances other than attainment of the maximum age.

 Effective January 1, 1999, a child who has not attained the age

Page 38 of 43

5 and who has been determined eligible for the Medicaid

program is deemed to be eligible for a total of 12 months

regardless of changes in circumstances other than attainment of

the maximum age.

- for the postpartum period as defined by federal law and rule, or a child under 1 year of age, who lives in a family that has an income above 185 percent of the most recently published federal poverty level, but which is at or below 200 percent of such poverty level. In determining the eligibility of such pregnant woman or child, an assets test is not required. A pregnant woman or child who is eligible for Medicaid under this subsection must be offered the opportunity, subject to federal rules, to be made presumptively eligible. A pregnant woman or child who has been deemed presumptively eligible for Medicaid shall not be enrolled in a managed care plan until full eligibility for Medicaid has been determined.
- (8) A child who has attained the age of 6 but has not attained the age of 19 who lives in a family that has an income above 100 percent of the most recently published federal poverty level, but which is at or below 133 percent of such poverty level. In determining the eligibility of such child, an assets test is not required. A child who is eligible for Medicaid under this subsection must be offered the opportunity, subject to federal rules, to be made presumptively eligible.
- (9)(8) A Medicaid-eligible individual for the individual's health insurance premiums, if the agency determines that such payments are cost-effective.

(10)(9) Eligible women with incomes at or below 200 percent of the federal poverty level and under age 65, for cancer treatment pursuant to the federal Breast and Cervical Cancer Prevention and Treatment Act of 2000, screened through the Mary Brogan Breast and Cervical Cancer Early Detection Program established under s. 381.93.

The agency shall submit a state plan amendment to the Federal Government to implement the provisions of the Family Opportunity Act, pursuant the Deficit Reduction Act of 2005.

Section 14. Subsections (4) through (8) of section 624.91, Florida Statutes, are renumbered as subsections (3) through (7), respectively, and present subsection (3) and paragraph (b) of present subsection (5) of that section are amended to read:

- 624.91 The Florida Healthy Kids Corporation Act.--
- (3) ELIGIBILITY FOR STATE-FUNDED ASSISTANCE. -- Only the following individuals are eligible for state funded assistance in paying Florida Healthy Kids premiums:
- (a) Residents of this state who are eligible for the Florida Kideare program pursuant to s. 409.814.
- (b) Notwithstanding s. 409.814, legal aliens who are enrolled in the Florida Healthy Kids program as of January 31, 2004, who do not qualify for Title XXI federal funds because they are not qualified aliens as defined in s. 409.811.
 - $\underline{(4)}$ (5) CORPORATION AUTHORIZATION, DUTIES, POWERS.--
 - (b) The Florida Healthy Kids Corporation shall:
- 1. Arrange for the collection of any family, local
 1105 contributions, or employer payment or premium, in an amount to

Page 40 of 43

be determined by the board of directors, to provide for payment of premiums for comprehensive insurance coverage and for the actual or estimated administrative expenses.

- 2. Arrange for the collection of any voluntary contributions to provide for payment of <u>Florida Kidcare</u> premiums for children who are not eligible for medical assistance under <u>Title XIX or</u> Title XXI of the Social Security Act.
- 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 <u>Florida Kidcare</u> coverage in contributing counties under Title XXI.
- 4. Establish the administrative and accounting procedures for 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 such standards for rural areas shall not limit primary care providers to board-certified pediatricians.
- 6. In accordance with administrative rules and policies established by the Agency for Health Care Administration, 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).

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

1133

1134

1135

1136

1137

1138

1139

1140

1141

11421143

1144

1145

11461147

1148

1149

1150

1151

11521153

1154

1155

1156

1157

1158

1159

1160

- 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 $\underline{\text{more}}$ $\underline{\text{fewer}}$ than $\underline{30}$ 60 days for reinstatement of coverage upon voluntary cancellation for nonpayment of family premiums.
- Contract with authorized insurers or any provider of health care services, meeting standards established by the corporation, for the provision of comprehensive insurance coverage to participants. Such standards shall include criteria under which the corporation may contract with more than one provider of health care services in program sites. Health plans shall be selected through a competitive bid process. The Florida Healthy Kids Corporation shall purchase goods and services in the most cost-effective manner consistent with the delivery of quality medical care. The maximum administrative cost for a Florida Healthy Kids Corporation contract shall be 15 percent. For health care contracts, the minimum medical loss ratio for a Florida Healthy Kids Corporation contract shall be 85 percent. For dental contracts, the remaining compensation to be paid to the authorized insurer or provider under a Florida Healthy Kids Corporation contract shall be no less than an amount which is 85

Page 42 of 43

percent of premium; to the extent any contract provision does not provide for this minimum compensation, this section shall prevail. The health plan selection criteria and scoring system, and the scoring results, shall be available upon request for inspection after the bids have been awarded.

- 11. Establish disenrollment criteria in the event local matching funds are insufficient to cover enrollments.
- established by the Agency for Health Care Administration,
 maintain a toll-free telephone line to assist families with
 questions about the program. Develop and implement a plan to
 publicize the Florida Healthy Kids Corporation, the eligibility
 requirements of the program, and the procedures for enrollment
 in the program and to maintain public awareness of the
 corporation and the program.
- 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.
- 15. Establish benefit packages which conform to the provisions of the Florida Kidcare program, as created in ss. 409.810-409.820.
 - Section 15. This act shall take effect July 1, 2007.

Page 43 of 43