1 A bill to be entitled 2 An act relating to Florida Kidcare program 3 eligibility; amending s. 409.811, F.S.; revising the 4 definition of the term "family income"; amending s. 5 409.8132, F.S.; removing a requirement that the Agency 6 for Health Care Administration establish certain 7 penalties or waiting periods for reinstatement of 8 coverage under certain circumstances; amending s. 9 409.814, F.S.; removing certain provisions relating to 10 children who are not eligible to receive premium 11 assistance under the program; revising a provision 12 limiting eligibility for continuous coverage under the 13 program to children of certain ages; requiring an 14 applicant seeking coverage under the program to provide certain documentation if eligibility cannot be 15 16 verified using reliable data sources; amending s. 17 624.91, F.S.; revising legislative intent regarding family income thresholds; conforming provisions to 18 19 changes made by the act; providing an effective date. 20 21 Be It Enacted by the Legislature of the State of Florida: 22 23 Section 1. Subsection (12) of section 409.811, Florida Statutes, is amended to read: 24 25 Definitions relating to Florida Kidcare Act.-As 409.811 Page 1 of 11

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26 used in ss. 409.810-409.821, the term: 27 "Family income" means income calculated using the (12)28 same financial methodologies used to determine modified adjusted 29 gross income, subject to the exceptions specified in 42 C.F.R. 30 s. 435.603(e). For purposes of this subsection, the term 31 "modified adjusted gross income" means adjusted gross income 32 increased by any amount excluded from gross income, any amount 33 of interest received or accrued by the family during the taxable year which is exempt from tax, and an amount equal to the 34 35 portion of the family's social security benefits which is not included in gross income for the taxable year cash received at 36 37 periodic intervals from any source, such as wages, benefits, 38 contributions, or rental property. Income also may include any 39 money that would have been counted as income under the Aid to Families with Dependent Children (AFDC) state plan in effect 40 41 prior to August 22, 1996. 42 Section 2. Subsection (8) of section 409.8132, Florida 43 Statutes, are amended to read: 44 409.8132 Medikids program component.-45 (8) PENALTIES FOR VOLUNTARY CANCELLATION.-The agency shall 46 establish enrollment criteria that include penalties or waiting periods of 30 days for reinstatement of coverage upon voluntary 47 48 cancellation for nonpayment of premiums. Subsections (4), (7), and (9) of section 49 Section 3. 50 409.814, Florida Statutes, are amended to read:

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51 409.814 Eligibility.—A child who has not reached 19 years 52 of age whose family income is equal to or below 200 percent of 53 the federal poverty level is eligible for the Florida Kidcare 54 program as provided in this section. If an enrolled individual 55 is determined to be ineligible for coverage, he or she must be 56 immediately disenrolled from the respective Florida Kidcare 57 program component.

(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 child who is covered under a family member's group 63 (a) 64 health benefit plan or under other private or employer health insurance coverage, if the cost of the child's participation is 65 66 not greater than 5 percent of the family's income. If a child is 67 otherwise eligible for a subsidy under the Florida Kidcare program and the cost of the child's participation in the family 68 69 member's health insurance benefit plan is greater than 5 percent 70 of the family's income, the child may enroll in the appropriate 71 subsidized Kidcare program.

72 (b) A child who is seeking premium assistance for the 73 Florida Kidcare program through employer-sponsored group 74 coverage, if the child has been covered by the same employer's 75 group coverage during the 60 days before the family submitted an

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76	application for determination of eligibility under the program.
77	<u>(b)</u> A child who is an alien but who does not meet the
78	definition of a lawfully residing child. This paragraph does not
79	extend eligibility for the Florida Kidcare program to an
80	undocumented immigrant.
81	<u>(c)</u> A child who is an inmate of a public institution or
82	a patient in an institution for mental diseases.
83	(e) A child who is otherwise eligible for premium
84	assistance for the Florida Kidcare program and has had his or
85	her coverage in an employer-sponsored or private health benefit
86	plan voluntarily canceled in the last 60 days, except those
87	children whose coverage was voluntarily canceled for good cause,
88	including, but not limited to, the following circumstances:
89	1. The cost of participation in an employer-sponsored
90	health benefit plan is greater than 5 percent of the family's
91	income;
92	2. The parent lost a job that provided an employer-
93	sponsored health benefit plan for children;
94	3. The parent who had health benefits coverage for the
95	child_is_deceased;
96	4. The child has a medical condition that, without medical
97	care, would cause serious disability, loss of function, or
98	death;
99	5. The employer of the parent canceled health benefits
100	coverage for children;

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101 6. The child's health benefits coverage ended because the 102 child reached the maximum lifetime coverage amount; 103 7. The child has exhausted coverage under a COBRA 104 continuation provision; 105 8. The health benefits coverage does not cover the 106 health care needs; or 107 9. Domestic violence led to loss of coverage. (7) Once a child is enrolled in the Florida Kidcare 108 program, the child is eligible for coverage for 12 months 109 without a redetermination or reverification of eligibility, if 110 the family continues to pay the applicable premium. Eligibility 111 112 for program components funded through Title XXI of the Social 113 Security Act terminates when a child attains the age of 19. A 114 child who has not attained the age of 5 and who has been 115 determined eligible for the Medicaid program is eligible for coverage for 12 months without a redetermination or 116 117 reverification of eligibility. In determining the eligibility of a child, an assets 118 (9) 119 test is not required. If the Florida Kidcare program is unable 120 to verify eligibility using reliable data sources in accordance 121 with federal requirements, each applicant shall provide 122 documentation during the application process and the redetermination process, including, but not limited to, the 123 124 following: (a) Proof of family income, which must be verified 125

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electronically to determine financial eligibility for the 126 127 Florida Kidcare program. Written documentation, which may 128 include wages and earnings statements or pay stubs, W-2 forms, 129 or a copy of the applicant's most recent federal income tax 130 return, is required only if the electronic verification is not 131 available or does not substantiate the applicant's income. 132 (b) A statement from all applicable, employed family 133 members that: 134 1. Their employers do not sponsor health benefit plans for 135 employees; The potential enrollee is not covered by an employer-136 2. 137 sponsored health benefit plan; or The potential enrollee is covered by an employer-138 3. 139 sponsored health benefit plan and the cost of the employer-140 sponsored health benefit plan is more than 5 percent of the family's income. 141 To enroll in the Children's Medical Services Network, 142 (C) 143 a completed application, including a clinical screening. 144 Section 4. Paragraph (b) of subsection (2) and paragraph 145 (b) of subsection (5) of section 624.91, Florida Statutes, are 146 amended to read: 147 624.91 The Florida Healthy Kids Corporation Act.-(2) LEGISLATIVE INTENT.-148 It is the intent of the Legislature that the Florida 149 (b) 150 Healthy Kids Corporation serve as one of several providers of Page 6 of 11

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151 services to children eligible for medical assistance under Title 152 XXI of the Social Security Act. Although the corporation may 153 serve other children, the Legislature intends the primary 154 recipients of services provided through the corporation be 155 school-age children with a family income equal to or below 200 156 percent of the federal poverty level, who do not qualify for 157 Medicaid. It is also the intent of the Legislature that state 158 and local government Florida Healthy Kids funds be used to 159 continue coverage, subject to specific appropriations in the 160 General Appropriations Act, to children not eligible for federal matching funds under Title XXI. 161

162

(5) CORPORATION AUTHORIZATION, DUTIES, POWERS.-

163

(b)

The Florida Healthy Kids Corporation shall:

164 1. Arrange for the collection of any family, local 165 contributions, or employer payment or premium, in an amount to be determined by the board of directors, to provide for payment 166 167 of premiums for comprehensive insurance coverage and for the

168 actual or estimated administrative expenses.

169 2. Arrange for the collection of any voluntary 170 contributions to provide for payment of Florida Kidcare program 171 premiums for children who are not eligible for medical 172 assistance under Title XIX or Title XXI of the Social Security 173 Act.

174 Subject to the provisions of s. 409.8134, accept 3. 175 voluntary supplemental local match contributions that comply

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176 with the requirements of Title XXI of the Social Security Act 177 for the purpose of providing additional Florida Kidcare coverage 178 in contributing counties under Title XXI.

179 4. Establish the administrative and accounting procedures180 for the operation of the corporation.

181 5. Establish, with consultation from appropriate 182 professional organizations, standards for preventive health 183 services and providers and comprehensive insurance benefits 184 appropriate to children, provided that such standards for rural 185 areas shall not limit primary care providers to board-certified 186 pediatricians.

187 6. Determine eligibility for children seeking to
188 participate in the Title XXI-funded components of the Florida
189 Kidcare program consistent with the requirements specified in s.
190 409.814, as well as the non-Title-XXI-eligible children as
191 provided in subsection (3).

192 7. Establish procedures under which providers of local 193 match to, applicants to and participants in the program may have 194 grievances reviewed by an impartial body and reported to the 195 board of directors of the corporation.

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

200

9. Establish enrollment criteria that include penalties or

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201	waiting periods of 30 days for reinstatement of coverage upon
202	voluntary cancellation for nonpayment of family premiums.
203	<u>9.10.</u> Contract with authorized insurers or any provider of
204	health care services, meeting standards established by the
205	corporation, for the provision of comprehensive insurance
206	coverage to participants. Such standards shall include criteria
207	under which the corporation may contract with more than one
208	provider of health care services in program sites. Health plans
209	shall be selected through a competitive bid process. The Florida
210	Healthy Kids Corporation shall purchase goods and services in
211	the most cost-effective manner consistent with the delivery of
212	quality medical care. The maximum administrative cost for a
213	Florida Healthy Kids Corporation contract shall be 15 percent.
214	For health care contracts, the minimum medical loss ratio for a
215	Florida Healthy Kids Corporation contract shall be 85 percent.
216	For dental contracts, the remaining compensation to be paid to
217	the authorized insurer or provider under a Florida Healthy Kids
218	Corporation contract shall be no less than an amount which is 85
219	percent of premium; to the extent any contract provision does
220	not provide for this minimum compensation, this section shall
221	prevail. For an insurer or any provider of health care services
222	which achieves an annual medical loss ratio below 85 percent,
223	the Florida Healthy Kids Corporation shall validate the medical
224	loss ratio and calculate an amount to be refunded by the insurer
225	or any provider of health care services to the state which shall
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226 be deposited into the General Revenue Fund unallocated. The 227 health plan selection criteria and scoring system, and the 228 scoring results, shall be available upon request for inspection 229 after the bids have been awarded.

230 <u>10.11.</u> Establish disenrollment criteria in the event local
 231 matching funds are insufficient to cover enrollments.

<u>11.12.</u> 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 the corporation and the program.

236 <u>12.13.</u> Secure staff necessary to properly administer the 237 corporation. Staff costs shall be funded from state and local 238 matching funds and such other private or public funds as become 239 available. The board of directors shall determine the number of 240 staff members necessary to administer the corporation.

13.14. In consultation with the partner agencies, provide a report on the Florida Kidcare program annually to the Governor, the Chief Financial Officer, the Commissioner of Education, the President of the Senate, the Speaker of the House of Representatives, and the Minority Leaders of the Senate and the House of Representatives.

<u>14.15.</u> Provide information on a quarterly basis to the
Legislature and the Governor which compares the costs and
utilization of the full-pay enrolled population and the Title
XXI-subsidized enrolled population in the Florida Kidcare

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251 program. The information, at a minimum, must include: 252 The monthly enrollment and expenditure for full-pay a. 253 enrollees in the Medikids and Florida Healthy Kids programs 254 compared to the Title XXI-subsidized enrolled population; and 255 b. The costs and utilization by service of the full-pay enrollees in the Medikids and Florida Healthy Kids programs and 256 257 the Title XXI-subsidized enrolled population. 258 15.16. Establish benefit packages that conform to the 259 provisions of the Florida Kidcare program, as created in ss. 260 409.810-409.821. 261 Section 5. This act shall take effect July 1, 2021.

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