H.B. No. 2903

1 AN ACT

- 2 relating to the program of all-inclusive care for the elderly.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 4 SECTION 1. Section 32.053, Human Resources Code, is amended
- 5 by amending Subsections (a), (b), and (e) and adding Subsections
- 6 (f), (g), and (h) to read as follows:
- 7 (a) The department, as  $\underline{an integral}$  [ $\underline{a}$ ] part of the medical
- 8 assistance program, shall develop and implement a program of
- 9 all-inclusive care for the elderly (PACE) in accordance with
- 10 Section 4802 of the Balanced Budget Act of 1997 (Pub. L. No.
- 11 105-33), as amended. The department shall provide medical
- 12 assistance to a participant in the PACE program in the manner and to
- 13 the extent authorized by federal law.
- 14 (b) The executive commissioner of the Health and Human
- 15 Services Commission [department] shall adopt rules as necessary to
- 16 implement this section. In adopting rules, the executive
- 17 commissioner [department] shall:
- 18 (1) use the Bienvivir Senior Health Services of El
- 19 Paso initiative as a model for the program; [and]
- 20 (2) ensure that a person is not required to hold a
- 21 certificate of authority as a health maintenance organization under
- 22 Chapter 843, Insurance Code, [the Texas Health Maintenance
- 23 Organization Act (Chapter 20A, Vernon's Texas Insurance Code)] to
- 24 provide services under the PACE program;

- 1 (3) ensure that participation in the PACE program is
- 2 available as an alternative to enrollment in a Medicaid managed
- 3 care plan under Chapter 533, Government Code, for eligible
- 4 recipients, including recipients eligible for assistance under
- 5 both the medical assistance and Medicare programs;
- 6 (4) ensure that managed care organizations that
- 7 contract under Chapter 533, Government Code, consider the
- 8 availability of the PACE program when considering whether to refer
- 9 a recipient to a nursing home or other long-term care facility; and
- 10 (5) establish protocols for the referral of eligible
- 11 persons to the PACE program.
- 12 (e) The [department, with the cooperation of the Texas]
- 13 Department of [on] Aging and Disability Services and area agencies
- 14 on aging  $[\tau]$  shall develop and implement a coordinated plan to
- 15 promote PACE program sites operating under this section. The
- 16 department shall adopt policies and procedures, including
- 17 operating guidelines, to ensure that caseworkers and any other
- 18 appropriate department staff discuss the benefits of participating
- 19 in the PACE program with long-term care clients.
- 20 (f) The department shall consider the PACE program as a
- 21 <u>community-based service option under any "Money Follows the Person"</u>
- 22 demonstration project or other initiative that is designed to
- 23 <u>eliminate barriers or mechanisms that prevent or restrict the</u>
- 24 flexible use of funds under the medical assistance program to
- 25 enable a recipient to receive long-term services or supports in a
- 26 setting of the recipient's choice.
- 27 (g) A PACE program site may coordinate with entities that

- 1 are eligible to obtain discount prescription drug prices under
- 2 Section 340B, Public Health Service Act (42 U.S.C. Section 256b),
- 3 as necessary to enable the PACE program site to obtain those
- 4 discounts.
- 5 (h) The commission shall adopt a standard reimbursement
- 6 methodology for the payment of all PACE organizations for purposes
- 7 of encouraging a natural increase in the number of PACE program
- 8 sites throughout the state.
- 9 SECTION 2. Subchapter B, Chapter 32, Human Resources Code,
- 10 is amended by adding Section 32.0531 to read as follows:
- 11 Sec. 32.0531. PACE PROGRAM TEAM. (a) The Department of
- 12 Aging and Disability Services shall establish a PACE program team
- 13 <u>composed of experienced personnel.</u> The team is responsible for:
- 14 (1) increasing public attention and awareness of the
- 15 availability of PACE program sites;
- 16 (2) increasing the number of PACE program sites
- 17 operating in this state; and
- 18 (3) serving as a liaison with the state and federal
- 19 agencies responsible for administering the PACE program,
- 20 participants in the program, and PACE program sites.
- 21 (b) The PACE program team shall conduct a study to evaluate
- 22 the feasibility of implementing a statewide standard reimbursement
- 23 rate for all PACE organizations. Not later than September 1, 2012,
- 24 the PACE program team shall submit to the Health and Human Services
- 25 Commission a written report containing the findings of the study
- 26 conducted under this subsection and the team's recommendations.
- 27 This subsection expires September 2, 2012.

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- 1 SECTION 3. If before implementing any provision of this Act
- 2 a state agency determines that a waiver or authorization from a
- 3 federal agency is necessary for implementation of that provision,
- 4 the agency affected by the provision shall request the waiver or
- 5 authorization and may delay implementing that provision until the
- 6 waiver or authorization is granted.
- 7 SECTION 4. This Act takes effect September 1, 2011.

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President of the Senate		Speaker of the House				е
I certify t	chat H.B. No. 2	.903 w <i>a</i>	as passe	d by the	House or	n May 5,
2011, by the fo	llowing vote:	Yeas	146, N	Tays 0,	1 prese	nt, not
voting; and that the House concurred in Senate amendments to H.B.						
No. 2903 on May 25, 2011, by the following vote: Yeas 145, Nays 0,						
2 present, not vo	ting.					
		_	Chie	ef Clerk	of the H	ouse
I certify	that H.B. No.	2903 7	was pass	sed by tl	ne Senat	e, with
amendments, on May 24, 2011, by the following vote: Yeas 31, Nays						1, Nays
0.						
		_	Sec	retary o	of the Se	nate
APPROVED:						
	Date					
G	overnor					