## SENATE BILL 5926

State of Washington 68th Legislature 2024 Regular Session

**By** Senators Muzzall, Hasegawa, Kuderer, Lovelett, Warnick, and J. Wilson

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1 AN ACT Relating to providing continuous coverage enrollment 2 eligibility in medicaid for children under age six; and amending RCW 3 74.09.510 and 74.09.470.

4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

5 Sec. 1. RCW 74.09.510 and 2017 3rd sp.s. c 6 s 337 are each 6 amended to read as follows:

7 Medical assistance may be provided in accordance with eligibility 8 requirements established by the authority, as defined in the social 9 security Title XIX state plan for mandatory categorically needy 10 persons and:

(1) Individuals who would be eligible for cash assistance except for their institutional status;

(2) Individuals who are under twenty-one years of age, who would be eligible for medicaid, but do not qualify as dependent children and who are in (a) foster care, (b) subsidized adoption, (c) a nursing facility or an intermediate care facility for persons with intellectual disabilities, or (d) inpatient psychiatric facilities;

18 (3) Individuals who:

19 (a) Are under twenty-one years of age;

20 (b) On or after July 22, 2007, were in foster care under the 21 legal responsibility of the department of social and health services, 1 the department of children, youth, and families, or a federally 2 recognized tribe located within the state; and

3 (c) On their eighteenth birthday, were in foster care under the 4 legal responsibility of the department of children, youth, and 5 families or a federally recognized tribe located within the state;

6 (4) Persons who are aged, blind, or disabled who: (a) Receive 7 only a state supplement, or (b) would not be eligible for cash 8 assistance if they were not institutionalized;

9 (5) Categorically eligible individuals who meet the income and 10 resource requirements of the cash assistance programs;

(6) Individuals who are enrolled in managed health care systems, who have otherwise lost eligibility for medical assistance, but who have not completed a current six-month enrollment in a managed health care system, and who are eligible for federal financial participation under Title XIX of the social security act;

16 (7) Children and pregnant women allowed by federal statute for 17 whom funding is appropriated;

18 (8) Working individuals with disabilities authorized under 19 section 1902(a)(10)(A)(ii) of the social security act for whom 20 funding is appropriated;

(9) Other individuals eligible for medical services under RCW
74.09.700 for whom federal financial participation is available under
Title XIX of the social security act;

(10) Persons allowed by section 1931 of the social security act for whom funding is appropriated; ((and))

(11) Women who: (a) Are under sixty-five years of age; (b) have 26 27 been screened for breast and cervical cancer under the national 28 breast and cervical cancer early detection program administered by the department of health or tribal entity and have been identified as 29 needing treatment for breast or cervical cancer; and (c) are not 30 31 otherwise covered by health insurance. Medical assistance provided 32 under this subsection is limited to the period during which the woman 33 requires treatment for breast or cervical cancer, and is subject to any conditions or limitations specified in the omnibus appropriations 34 35 act<u>; and</u>

36 <u>(12) Children under the age of six, who are eligible for</u> 37 <u>continuous eligibility upon initial enrollment when they:</u>

38 (a) Meet the eligibility requirements under Title XIX of the 39 social security act as established in rule by the authority; or

1 (b) Meet the eligibility requirements under Title XXI of the 2 federal social security act as established in rule by the authority 3 and for whom funding is appropriated.

4 Sec. 2. RCW 74.09.470 and 2023 c 51 s 40 are each amended to 5 read as follows:

(1) Consistent with the goals established in RCW 74.09.402, 6 through the apple health for kids program authorized in this section, 7 the authority shall provide affordable health care coverage to 8 9 children under the age of nineteen who reside in Washington state and 10 whose family income at the time of enrollment is not greater than 260 11 percent of the federal poverty level as adjusted for family size and determined annually by the federal department of health and human 12 services, and effective January 1, 2009, and only to the extent that 13 funds are specifically appropriated therefor, to children whose 14 15 family income is not greater than 312 percent of the federal poverty 16 level. In administering the program, the authority shall take such actions as may be necessary to ensure the receipt of federal 17 financial participation under the medical assistance program, as 18 codified at Title XIX of the federal social security act, the state 19 20 children's health insurance program, as codified at Title XXI of the federal social security act, and any other federal funding sources 21 22 that are now available or may become available in the future. The authority and the caseload forecast council shall estimate the 23 24 anticipated caseload and costs of the program established in this section. 25

(2) The authority shall accept applications for enrollment for 26 27 children's health care coverage; establish appropriate minimum-28 enrollment periods, as may be necessary; and determine eligibility 29 based on current family income. The authority shall make eligibility 30 determinations within the time frames for establishing eligibility 31 for children on medical assistance, as defined by RCW 74.09.510. The application and annual renewal processes shall be designed to 32 minimize administrative barriers for applicants and enrolled clients, 33 and to minimize gaps in eligibility for families who are eligible for 34 coverage. If a change in family income results in a change in the 35 source of funding for coverage, the authority shall transfer the 36 family members to the appropriate source of funding and notify the 37 38 family with respect to any change in premium obligation, without a break in eligibility. The authority shall use the same eligibility 39

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1 redetermination and appeals procedures as those provided for children on medical assistance programs. The authority shall modify its 2 eligibility renewal procedures to lower the percentage of children 3 failing to annually renew. The authority shall manage its outreach, 4 application, and renewal procedures with the goals of: (a) Achieving 5 6 year by year improvements in enrollment, enrollment rates, renewals, and renewal rates; (b) maximizing the use of existing program 7 databases to obtain information related to earned and unearned income 8 for purposes of eligibility determination and renewals, including, 9 but not limited to, the basic food program, the child care subsidy 10 program, federal social security administration programs, and the 11 12 employment security department wage database; (c) streamlining renewal processes to rely primarily upon data matches, online 13 submissions, and telephone interviews; and (d) implementing any other 14 15 eligibility determination and renewal processes to allow the state to 16 receive an enhanced federal matching rate and additional federal 17 outreach funding available through the federal children's health insurance program reauthorization act of 2009 by January 2010. The 18 department shall advise the governor and the legislature regarding 19 the status of these efforts by September 30, 2009. The information 20 21 provided should include the status of the department's efforts, the anticipated impact of those efforts on enrollment, and the costs 22 23 associated with that enrollment.

(3) To ensure continuity of care and ease of understanding for families and health care providers, and to maximize the efficiency of the program, the amount, scope, and duration of health care services provided to children under this section shall be the same as that provided to children under medical assistance, as defined in RCW 74.09.520.

(4) The primary mechanism for purchasing health care coverage 30 31 under this section shall be through contracts with managed health 32 care systems as defined in RCW 74.09.522, subject to conditions, 33 limitations, and appropriations provided in the biennial appropriations act. However, the authority shall make every effort 34 within available resources to purchase health care coverage for 35 uninsured children whose families have access to dependent coverage 36 37 through an employer-sponsored health plan or another source when it is cost-effective for the state to do so, and the purchase is 38 39 consistent with requirements of Title XIX and Title XXI of the 40 federal social security act. To the extent allowable under federal

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1 law, the authority shall require families to enroll in available 2 employer-sponsored coverage, as a condition of participating in the 3 program established under this section, when it is cost-effective for 4 the state to do so. Families who enroll in available employer-5 sponsored coverage under this section shall be accounted for 6 separately in the annual report required by RCW 74.09.053.

7 To reflect appropriate parental responsibility, the (5)(a) authority shall develop and implement a schedule of premiums for 8 children's health care coverage due to the authority from families 9 with income greater than 210 percent of the federal poverty level. 10 11 For families with income greater than 260 percent of the federal 12 poverty level, the premiums shall be established in consultation with the senate majority and minority leaders and the speaker and minority 13 leader of the house of representatives. For children eligible for 14 coverage under the federally funded children's health insurance 15 16 program, Title XXI of the federal social security act, premiums shall 17 be set at a reasonable level that does not pose a barrier to enrollment. The amount of the premium shall be based upon family 18 19 income and shall not exceed the premium limitations in Title XXI of the federal social security act. For children who are not eligible 20 for coverage under the federally funded children's health insurance 21 22 program, premiums shall be set every two years in an amount no 23 greater than the average state-only share of the per capita cost of coverage in the state-funded children's health program. 24

(b) Premiums shall not be imposed on children in households at or below 210 percent of the federal poverty level as articulated in RCW 74.09.055.

28 (c) The authority shall offer families whose income is greater than 312 percent of the federal poverty level the opportunity to 29 purchase health care coverage for their children through the programs 30 31 administered under this section without an explicit premium subsidy 32 from the state. The design of the health benefit package offered to 33 these children should provide a benefit package substantially similar to that offered in the apple health for kids program, and may differ 34 with respect to cost-sharing, and other appropriate elements from 35 that provided to children under subsection (3) of this section 36 including, but not limited to, application of preexisting conditions, 37 waiting periods, and other design changes needed to offer affordable 38 39 coverage. The amount paid by the family shall be in an amount equal 40 to the rate paid by the state to the managed health care system for

1 coverage of the child, including any associated and administrative 2 costs to the state of providing coverage for the child. Any pooling 3 of the program enrollees that results in state fiscal impact must be 4 identified and brought to the legislature for consideration.

(6) The authority shall undertake and continue a proactive, 5 6 targeted outreach and education effort with the goal of enrolling 7 children in health coverage and improving the health literacy of youth and parents. The authority shall collaborate with the 8 department of social and health services, department of health, local 9 public health jurisdictions, the office of the superintendent of 10 public instruction, the department of children, youth, and families, 11 12 health educators, health care providers, health carriers, communitybased organizations, and parents in the design and development of 13 this effort. The outreach and education effort shall include the 14 following components: 15

(a) Broad dissemination of information about the availability ofcoverage, including media campaigns;

(b) Assistance with completing applications, and community-based outreach efforts to help people apply for coverage. Community-based outreach efforts should be targeted to the populations least likely to be covered;

(c) Use of existing systems, such as enrollment information from the free and reduced-price lunch program, the department of children, youth, and families child care subsidy program, the department of health's women, infants, and children program, and the early childhood education and assistance program, to identify children who may be eligible but not enrolled in coverage;

(d) Contracting with community-based organizations and government entities to support community-based outreach efforts to help families apply for coverage. These efforts should be targeted to the populations least likely to be covered. The authority shall provide informational materials for use by government entities and communitybased organizations in their outreach activities, and should identify any available federal matching funds to support these efforts;

35 (e) Development and dissemination of materials to engage and 36 inform parents and families statewide on issues such as: The benefits 37 of health insurance coverage; the appropriate use of health services, 38 including primary care provided by health care practitioners licensed 39 under chapters 18.71, 18.57, 18.36A, and 18.79 RCW, and emergency 40 services; the value of a medical home, well-child services and

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1 immunization, and other preventive health services with linkages to 2 department of health child profile efforts; identifying and managing 3 chronic conditions such as asthma and diabetes; and the value of good 4 nutrition and physical activity;

5 (f) An evaluation of the outreach and education efforts, based 6 upon clear, cost-effective outcome measures that are included in 7 contracts with entities that undertake components of the outreach and 8 education effort;

9 (g) An implementation plan to develop online application 10 capability that is integrated with the automated client eligibility 11 system, and to develop data linkages with the office of the 12 superintendent of public instruction for free and reduced-price lunch 13 enrollment information and the department of children, youth, and 14 families for child care subsidy program enrollment information.

(7) The authority shall take action to increase the number of primary care physicians providing dental disease preventive services including oral health screenings, risk assessment, family education, the application of fluoride varnish, and referral to a dentist as needed.

20 (8) The department shall monitor the rates of substitution 21 between private-sector health care coverage and the coverage provided 22 under this section.

(9) The authority shall adopt rules to ensure continuous
eligibility of children under age six as required by RCW 74.09.510.

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