# MAINE STATE LEGISLATURE

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## 120th MAINE LEGISLATURE

### FIRST REGULAR SESSION-2001

H.P. 979 House of Representatives, February 28, 2001

An Act to Increase Access to Health Care.

Reference to the Committee on Health and Human Services suggested and ordered printed.

MILLICENT M. MacFARLAND, Clerk

Millient M. Mac Failand

Presented by Speaker SAXL of Portland.
Cosponsored by Senator MARTIN of Aroostook and
Representatives: COLWELL of Gardiner, DUDLEY of Portland, KANE of Saco, MAYO of
Bath, Senators: BROMLEY of Cumberland, DOUGLASS of Androscoggin, President
MICHAUD of Penobscot, TREAT of Kennebec.

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-	PART A
4	Sec. A-1. 22 MRSA §3174-G, sub-§1, ¶¶D and E, as enacted by PL
6	1999, c. 731, Pt. 00, §1, are amended to read:
8	D. A child one year of age or older and under 19 years of age when the child's family income is equal to or below 150%
10	of the nonfarm income official poverty line; and
12	E. The parent or caretaker relative of a child described in paragraph B or D when the child's family income is equal to
14	or below 150% 200% of the nonfarm income official poverty line, subject to adjustment by the commissioner under this
16	paragraph. Medicaid services provided under this paragraph must be provided within the limits of the program budget.
18	Funds appropriated for services under this paragraph must include an annual inflationary adjustment equivalent to the
20	rate of inflation in the Medicaid program. On a quarterly basis, the commissioner shall determine the fiscal status of
22	program expenditures under this paragraph. If the
24	commissioner determines that expenditures will exceed the funds available to provide Medicaid coverage pursuant to
26	this paragraph, the commissioner must adjust the income eligibility limit for new applicants to the extent necessary
28	to operate the program within the program budget. If, after an adjustment has occurred pursuant to this paragraph,
30	expenditures fall below the program budget, the commissioner must raise the income eligibility limit to the extent
32	necessary to provide services to as many eligible persons as possible within the fiscal constraints of the program
34	budget, as long as the income limit does not exceed $150\%$ of the nonfarm income official poverty line.
36	The following provisions apply to coverage of persons above
38	150% of the nonfarm income official poverty line.
40	(1) The department shall administer coverage together with coverage provided under section 3174-T.
42	(2) The department must use the same enrollment and
44	eligibility procedures and the same benefit package and outreach as used under section 3174-T, except that the
46	limitation imposed by section 3174-T, subsection 2, paragraph C, subparagraph (3) does not apply.
48	(3) The department shall charge a premium for
50	coverage. For the purposes of section 3174-T, subsection 5, premiums charged under this paragraph

	count as premiums charged for one child.
2	
	(4) The provisions of section 3174-Z apply to coverage.
4	
	(5) By October 1, 2001, the department shall take all
6	reasonable and necessary steps to obtain federal
	approval to provide Medicaid coverage for persons above
8	150% of the nonfarm income official poverty line.
Ü	130 v or the nonturn income orritain poverty line.
10	(6) Beginning November 1, 2001, the department shall
10	
10	provide coverage up to the maximum income eligibility
12	level possible, subject to the limitation of funds
	appropriated and allocated to provide services to
14	persons above 150% of the nonfarm income official
	poverty line:
16	
	Sec. A-2. 22 MRSA $\S3174$ -G, sub- $\S1$ , $\P\P$ F and G are enacted to
18	read:
20	F. Persons over 19 to 64 years of age who are not otherwise
	covered under paragraphs A to E when the person's family
22	income is below or equal to 200% of the nonfarm income
	official poverty line. The following provisions apply to
24	coverage under this paragraph for persons above 150% and
	below 200% of the nonfarm income official poverty line.
26	below 200 of the nonlarm income official poverty line.
20	(1) The descriptions and the same consillment and
2.0	(1) The department must use the same enrollment and
28	eligibility procedures and the same benefit package and
	outreach as used under section 3174-T, except that the
30	limitation imposed by section 3174-T, subsection 2,
	paragraph C, subparagraph (3) does not apply.
32	
	(2) By October 1, 2001, the department shall take all
34	reasonable and necessary steps to obtain federal
	approval to provide Medicaid coverage for persons
36	eligible under this paragraph.
38	(3) Beginning November 1, 2001, the department shall
	provide coverage up to the maximum income eligibility
40	level possible, subject to the limitation of funds
	appropriated and allocated to provide services under
42	this paragraph.
16	cuis paragrapu.
14	(4) Company is not supilable under this represent for
14	(4) Coverage is not available under this paragraph for
1.0	a person who, within the 3 months prior to application
46	for coverage, was insured or otherwise provided
	coverage under an employer-based health plan for which
48	the employer paid 50% or more of the cost, except that
	this subparagraph does not apply if:

	(a) The cost to the employee of coverage exceeds
2	10% of income;
4	(b) The person lost coverage because of a change
-	in employment, termination of coverage under the
6	Consolidated Omnibus Budget Reconciliation Act of
U	1985, COBRA, of the Employee Retirement Income
8	Security Act of 1974, as amended, 29 United States
v	Code, Sections 1161 to 1168 (Supp. 1997) or
10	termination for a reason not in the control of the
,	person; or
12	person, or
12	(c) The department has determined that grounds
14	exist for a good-cause exception; and
7.3	exist for a good-cause exception, and
16	G. Persons who are self-employed or sole proprietors and
10	their immediate family members and who may purchase coverage
18	under this subsection, subject to the following provisions.
10	under this subsection, subject to the following provisions.
20	(1) The department shall charge premiums to cover the
20	cost of benefits under this paragraph, plus a
22	contribution to administrative costs, minus the value
<i>L L</i>	of any subsidy provided by the department.
24	or any subsidy provided by the department.
2.3	(2) Premiums charged under this paragraph may not
26	exceed the maximum cost allowable under the
20	Consolidated Omnibus Budget Reconciliation Act of 1985,
28	COBRA, of the Employee Retirement Income Security Act
20	of 1974, as amended, 29 United States Code, Sections
30	
30	1161 to 1168 (Supp. 1997).
32	(3) Premiums charged under this paragraph may be
34	calculated on a sliding scale that varies with family
34	income.
34	income.
36	(4) By October 1, 2001, the department shall take all
30	reasonable and necessary steps to obtain federal
38	approval to provide Medicaid coverage for persons who
30	are self-employed or sole proprietors.
40	are serr-emproyed or sore proprietors.
40	(5) Beginning November 1, 2001, the department shall
42	provide coverage up to the maximum income eligibility
7.0	level possible, subject to the limitation of funds
44	appropriated and allocated to provide services to
- T	persons who are self-employed or sole proprietors.
46	hersoms and are serr-embroked or sore brobiterors.
<b>∡</b> ∪	(6) Coverage is not available under this paragraph for
48	persons eligible for Medicaid under paragraphs A to F.
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	(7) Coverage is not available under this paragraph for
2	a person whose family income is equal to or above 200%
	of the nonfarm income official poverty line and who,
4	within the 3 months prior to application for coverage,
	was insured or otherwise provided coverage under an
6	employer-based health plan for which the employer paid
•	50% or more of the cost, except that this subparagraph
8	does not apply if:
Ŭ	door was appay it.
10	(a) The cost to the employee of coverage exceeds
	10% of income;
12	100 Or Income,
12	(h) The manner last remains because of a share
1.4	(b) The person lost coverage because of a change
14	in employment, termination of coverage under the
	Consolidated Omnibus Budget Reconciliation Act of
16	1985, COBRA, of the Employee Retirement Income
	Security Act of 1974, as amended, 29 United States
18	Code, Sections 1161 to 1168 (Supp. 1997) or
	termination for a reason not in the control of the
20	person; or
	·
22	(c) The department has determined that grounds
	exist for a good-cause exception; and
24	
	Sec. A-3. 22 MRSA §3174-G, sub-§4 is enacted to read:
26	, , ,
	4. Rulemaking. The department shall adopt rules to
28	implement this section. Rules adopted pursuant to this
	subsection are routine technical rules as defined by Title 5,
30	chapter 375, subchapter II-A.
	chapter of basemapeer II A.
32	Sec. A-4. 22 MRSA §3174-T, sub-§2, ¶A, as amended by PL 1999,
J 2	c. 401, Pt. QQ, §1 and affected by §5, is further amended to read:
34	c. 401, rc. QQ, 31 and affected by 33, is fulther amended to fead:
34	
2.6	A. The maximum eligibility level, subject to adjustment by
36	the commissioner under paragraph B, is 200% 300% of the
	nonfarm income official poverty line.
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	Sec. A-5. 22 MRSA §3174-T, sub-§2, ¶¶D and E, as reallocated by
40	RR 1997, c. 2, §46, are amended to read:
42	D. Notwithstanding changes in the maximum eligibility level
	determined under paragraph B, the following requirements
44	apply to enrollment and eligibility:
	· · ·
46	(1) Children must be enrolled for 6-menth 12-month
	enrollment periods. Prior to the end of each 6-menth
48	12-month enrollment period the department shall
-0	redetermine eligibility for continuing coverage; and
	rodecormane errorbarately rot continuand coverage; and

2	(2) Children of higher family income may not be covered unless children of lower family income are also
4	covered. This subparagraph may not be applied to
_	disqualify a child during the 6-menth 12-month
6	enrollment period. Children of higher income may be disqualified at the end of the 6-menth 12-month
8	enrollment period if the commissioner has lowered the
	maximum eligibility level under paragraph B.
10	The state of the s
	E. Coverage under the Cub Care program may be purchased for
12	children described in subparagraphs (1) and (2) for a period
	of up to 18 months as provided in this paragraph at a
14	premium level that is revenue neutral and that covers the
	cost of the benefit and a contribution toward administrative
16	costs no greater than the maximum level allowable under
10	COBRA. The department shall adopt rules to implement this
18	paragraph. The following children are eligible to enroll
10	under this paragraph:
20	ander and paragraph.
20	(1) A child who is enrolled under paragraph A or B
22	and whose family income at the end of the child's
	6-menth 12-month enrollment term exceeds the maximum
24	allowable income set in that paragraph; and
C.I	allowable income set in that paragraph, and
26	(2) A child who is enrolled in the Medicaid program
	and whose family income exceeds the limits of that
28	program. The department shall terminate Medicaid
20	coverage for a child who enrolls in the Cub Care
30	program under this subparagraph.
30	program ander chis subparagraph.
32	Sec. A-6. 22 MRSA §§3174-Z and 3174-AA to 3174-CC are enacted
	to read:
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	§3174-Z. Asset limits
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	In determining eligibility for medical assistance under the
38	Medicaid program for all individuals and families subject to an
	asset test, the department shall exempt from consideration all
40	assets exempt pursuant to program rule on January 1, 2001 and the
	assets listed in this section:
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	1. Second vehicle. A 2nd vehicle that is necessary for
44	employment, to secure medical treatment or to provide
	transportation for essential daily activities or a vehicle that
46	has been modified for operation by or the transportation of a
- •	person with a disability;
48	<u> </u>
10	2. Certain savings. Any individual retirement account,
50	self-employed plan, tax sheltered annuity or Keogh or comparable
5 5	retirement account of an adult family member;
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2	3. Life insurance. Any life insurance policy covering a
	<pre>family member:</pre>
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	4. Educational savings accounts. Any educational savings
б	plan or account reserved exclusively for educational purposes,
	including postsecondary education, for a child or an adult; and
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	5. Sayings. An amount up to \$8,000 for an individual and

up to \$12,000 for a household of more than one person.

### §3174-AA. Electronic application

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The department shall establish and implement an electronic application and enrollment procedure for the Medicaid program.

The procedure must include a process for applicants or their representatives to apply for benefits electronically and to receive electronically a preliminary determination of eligibility.

#### §3174-BB. Enrollment periods

- The department shall establish enrollment periods for medical assistance as provided in this section. Prior to the end of the enrollment period, the department shall determine continuing eligibility for the next enrollment period and notify the enrollee of the determination.
- 28 1. Children. In the Medicaid program and the Cub Care program under section 3174-T, the enrollment period for children under 19 years of age must be 12 months.
- 32 2. Adults. In the Medicaid program the enrollment period must be the longest period allowed by law, rule or regulation, but not exceed 12 months.

#### §3174-CC. Outreach services

38 The department shall provide outreach services, including Medicaid managed care ombudsman services, for the Medicaid 40 program and the Cub Care program, under section 3174-T. Outreach services must provide information on program eligibility, 42 enrollment and benefits to enrollees and potentially eligible families to the greatest extent possible. The department shall 44 contract for outreach services, which may be provided by independent entities, including participating insurance producers 46 licensed to sell health insurance pursuant to Title 24-A, chapter 16. Outreach services must include a toll-free telephone number 48 operated by a nonprofit entity independent of the department and the health benefits advisor to provide information and assistance 50 to\_the public.

Sec. A-7. Electronic benefit transfer. By October 1, 2001, the Department of Human Services shall implement an electronic benefit transfer system for the delivery of services under the 4 Medicaid program, as authorized by the Maine Revised Statutes, Title 22, chapter 1, subchapter I-A. The department shall adopt rules to implement this section. Rules adopted pursuant to this section are routine technical rules as defined in Title 5, chapter 375, subchapter II-A.

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#### PART B

Sec. B-1. 22 MRSA §254, sub-§1, ¶A, as enacted by PL 1999, c. 401, Pt. KKK,  $\S1$  and affected by  $\S10$  and c. 531, Pt. F,  $\S2$ , is amended to read:

> The basic component of the program must provide drugs and medications for cardiac conditions and high blood pressure, diabetes, arthritis, anticoagulation, hyperlipidemia, osteoporosis, chronic obstructive pulmonary incontinence, disease and asthma, thyroid diseases, glaucoma, parkinson's disease, multiple sclerosis amyotrophic lateral sclerosis and cancer.

- Sec. B-2. Medicaid buy-in for persons with disabilities. By January 1, 2002, the Department of Human Services shall amend the rules regarding eligibility for persons with disabilities to purchase coverage under the Medicaid program. The amended rules must maintain the income eligibility limit of 250% of the federal nonfarm income official poverty line for earned and unearned income combined and must remove any limitation on unearned The rules must grant eligibility to employed persons who have a medically improved disability. Rules adopted pursuant to this section are routine technical rules as defined by the Maine Revised Statutes, Title 5, chapter 375, subchapter II-A.
- 38 Sec. B-3. Support for primary and preventive health care services. The Department of Human Services, Bureau of Health shall 40 undertake an initiative in primary and preventive health care to expand access for underserved populations, utilizing \$2,000,000 appropriated in fiscal year 2001-02 and annually thereafter. 42 initiative must provide support for health care access in 2 ways:

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1. Funding for Community Health Center Program. million, seven hundred thousand dollars to support community, migrant and homeless health centers receiving funding from the Community Health Center Program operated by the federal Bureau of Primary Health Care. From this amount, funding must be provided as follows:

A. One hundred fifty thousand dollars per year must be provided as Medicaid seed for a contract with the Maine Ambulatory Care Coalition to provide financial and other support to health centers in assisting individuals in applying for Medicaid program and Cub Care program benefits. This funding is provided to meet the federal requirement to provide Medicaid outstationing services at health centers;

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Three hundred seventy-five thousand dollars per year must be provided as the Medicaid seed to provide incentives under Medicaid to improve the quality of services and enhance the delivery of preventive services at health centers. The Department of Human Services, Bureau of Medical Services shall collaboratively with the work Ambulatory Care Coalition in developing this program and provide \$75,000 each year for the state seed for a contract with the Maine Ambulatory Care Coalition to assist health centers in designing and participating in the incentive This program will enhance the provision of program. preventive services and improve the quality of services at health centers provided through Medicaid; and

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One million, one hundred seventy-five thousand dollars per year must be provided by August 1st of each year to health center grantees to support the infrastructure of these programs in providing primary care services underserved populations. Fifty thousand dollars per year must be provided to each grantee with an additional \$10,000 for the 2nd and each additional site operated by a grantee. The remainder must be allocated among health center grantees according to a formula that provides that a grantee will receive funding in proportion to its total number of encounters as reported to the federal Bureau of Primary Health Care for the previous calendar year as compared to the number of encounters provided by all health center grantees for that calendar year. For the purposes of this paragraph, "site" means a site or sites operated by the grantee within its scope of service that meet all health requirements, including providing primary services, regardless of patients' ability to pay, 5 days a week with extended hours. This program will support the care providing services primary infrastructure underserved populations.

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2. Program to support federally qualified look-alikes. Three hundred thousand dollars per year must be provided to support federally qualified look-alikes that meet standards that may be imposed by the Department of Human Services, including

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promote the delivery of

health care in rural areas.

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	Sec. B-6. Allocation. The following	funds are all	ocated from
2	the Federal Expenditures Fund to carry Act.	out the purpo	ses of this
4		2001-02	2002-03
6	HUMAN SERVICES,		
8	DEPARTMENT OF		
10	Bureau of Health		
12	All Other	\$150,000	\$150,000
14	Provides funding from Maine Health Access Fund for		
16	school-based dental health screenings and dental		
18	sealants.		
20	Sec. B-7. Allocation. The following the Federal Expenditures Fund to carry	funds are all	
22	Act.		
24		2001-02	2002-03
26	HUMAN SERVICES, DEPARTMENT OF		
28	Purchased Social Services		
30	) 11 Other	<b>#2</b> 000 000	#2 000 000
32	All Other	\$2,000,000	\$2,000,000
32	Provides funding from the		
34	Maine Health Access Fund for		
	grants to federally qualified		
36	health centers to provide		
	direct primary and preventive		
38	care to rural and underserved		
	areas of the state and to		
40	underserved populations.		
42	PART C		
44	Sec. C-1. 22 MRSA §258 is enacted to	o read:	
46	Soco w t = 111		
48	§258. Maine Health Access Fund		
	There is established the Maine Hea		
50	to in this section as the "fund," as a	dedicated fund	l to provide
	expanded access to health care.		

1. Transfers to fund. Beginning November 1, 2001, the State Controller shall transfer to the fund money representing 25 mills per cigarette from the tax levied under Title 36, section 4365. The fund may also receive funds from other sources that are designated for the fund. To the extent allowable by the terms of any settlement agreement entered into by the State, all funds recovered as a result of litigation with regard to health care must be deposited in the fund. Interest earned on fund balances and investment income on balances in the fund accrue to the fund.

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2. Nonlapsing. Any unexpended balances in the fund may not lapse but must be carried forward to be used pursuant to subsection 3.

- 3. Payments from fund; contingency reserve. Beginning 18 January 1, 2002 and semiannually thereafter, the Treasurer of State shall report to the joint standing committee of the Legislature having jurisdiction over health and human services 20 matters and the joint standing committee of the Legislature 22 having jurisdiction over appropriations and financial affairs the amount in the fund and the activity in the fund. Ninety percent of the amount in the fund must be allocated by the Legislature 24 for the purpose of access to health care. Ten percent of the 26 amount in the fund must be held in a contingency reserve in the fund for use if expenses for health programs supported by 28 allocations from the fund exceed the allocations. If funds held in the contingency reserve are required for program use to 30 supplement allocations from the fund, the balance in the contingency reserve must be returned to 10% of the fund balance at the time that the next allocations from the fund are made. 32
- 4. Restriction. Allocations from the fund must be used to supplement and not supplant appropriations from the General Fund and in accordance with subsection 3.
- 5. Investment. Notwithstanding the provisions of Title 5, section 135, the Treasurer of State shall invest and reinvest the funds in the contingency reserve under subsection 3 in accordance with the standards provided in Title 18-A, section 7-302. The Treasurer of State shall develop and implement a prudent and profitable investment plan for balances held in the fund. The plan must maximize return and minimize risk.
- Sec. C-2. 36 MRSA §4365, as amended by PL 1999, c. 414, §37, is further amended by inserting at the end a new paragraph to read:
- Beginning November 1, 2001, as a further public health

	measure, the tax imposed under this section is 62 mills per
2	cigarette. The revenue generated by the tax increase imposed by
	this paragraph must be deposited in the Maine Health Access Fund
4	established pursuant to Title 22, section 258.
6	PART D
8	Sec. D-1. Commission to Study the Group Purchasing of Prescription
10	Drugs
12	1. Commission established. The Commission to Study the Group Purchasing of Prescription Drugs, referred to in this
14	section as the "commission," is established.
16	A. The commission shall study the group purchasing of prescription drugs, with the goals of expanding access to
18	prescription drugs, increasing efficiency in purchasing and decreasing the prices paid by consumers and 3rd-party
20	payors. The commission shall consider the formation of a group that would include public and private health insurance
22	and health benefit programs, with the limitation that no group would be required to participate unless the costs for
24	the group and its members for prescription drugs are decreased as a result of group purchasing.
26	
28	B. The commission shall make recommendations regarding group purchasing, with the goal of implementing a group
30	purchasing initiative that includes the maximum number of consumers in the State no later than July 1, 2002.
32	2. Membership. The commission consists of 11 members.
34	A. The President of the Senate shall appoint:
36	(1) Three members of the Senate, at least one of whom must be from each of the 2 major political parties;
38	(2) One person representing the State Employee Health
40	Commission and one person representing statewide organizations of consumers of health care services.
42	B. The Speaker of the House of Representatives shall
44	appoint:
46	(1) Three members of the House, at least one of whom must represent the minority party; and
48	(2) One person representing the University of Maine
50	System and one person representing the Maine Education Association.

- C. The Commissioner of Human Services or a representative of the commissioner is a member of the commission.
- When making the appointments, the President of the Senate and the Speaker of the House shall give preference to members from the Joint Standing Committee on Health and Human Services, the Joint Standing Committee on Banking and Insurance and the Joint Standing Committee on Appropriations and Financial Affairs.

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- 3. Appointments; chairs; convening of commission. All appointments must be made no later than 30 days following the effective date of this section. The appointing authorities shall notify the Executive Director of the Legislative Council once all appointments have been made. The first named Senate member is the Senate chair and the first named House of Representatives member is the House chair. The first meeting must be called by the chairs no later than September 31, 2001.
- 4. Duties. The commission shall consider the purposes 22 outlined in subsection 1 and shall review initiatives for the group purchasing of prescription drugs. The commission shall consider for potential inclusion in the group purchasing program 24 persons provided health benefits or prescription drug coverage 26 through governmental programs, county and municipal health benefits coverage, the University of Maine System, the technical colleges and private colleges located in the State, the Maine 28 Education Association, the State Employee Health Program and any 30 other groups that may benefit from inclusion in a purchasing program.
  - 5. Staff assistance. Upon approval of the Legislative Council, the Office of Policy and Legal Analysis shall provide necessary staffing services to the commission.
  - 6. Compensation. Members of the commission are entitled to receive the legislative per diem as defined in the Maine Revised Statutes, Title 3, section 2 and reimbursement for travel and other necessary expenses for attendance at authorized meetings of the commission.
  - 7. Report. The commission shall submit a report and any necessary implementing legislation to the Second Regular Session of the 120th Legislature no later than November 15, 2001. If the commission requires an extension of time to make its report, it may apply to the Legislative Council, which may grant the extension.
  - 8. Commission budget. The chairs of the commission, with

assistance from the commission staff, shall administer commission budget. Within 10 days after its first meeting, the 2 commission shall present a work plan and proposed budget to the Legislative Council for its approval. The commission may not incur expenses that would result in the commission's exceeding its approved budget. Upon request from the commission, the б Executive Director of the Legislative Council or the executive director's designee shall provide the commission chairs and staff 8 with a status report on the commission budget, expenditures 10 incurred and paid and available funds.

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#### **SUMMARY**

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This bill contains a number of provisions to expand access to health care and increase the cigarette tax. This bill also does the following:

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- 1. It increases income eligibility for the Medicaid program for parents and caretaker relatives of children receiving Medicaid coverage from 150% to 200% of the nonfarm income official poverty line;
- 24 2. It provides eligibility for Medicaid coverage to noncategorically eligible adults with an income up to 200% of the federal nonfarm official poverty line and to self-employed persons and sole proprietors and members of their immediate families on a buy-in basis;
- 30 3. It increases the income eligibility for children in the Cub Care program from 200% to 300% of the federal nonfarm official poverty line;
- 34 4. It provides for an enrollment period in the Cub Care program of 12 months;

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- 5. It provides asset exemptions in the Medicaid program for adults for certain 2nd vehicles, certain savings accounts, life insurance, educational savings and savings for a single person or married person living alone of \$8,000 and for married persons living together of \$12,000. The bill requires the Department of Human Services to implement an electronic benefit transfer system for the delivery of services under the Medicaid program by October 1, 2001;
- 6. It requires the Department of Human Services to implement an electronic application system that will receive applications electronically and provide electronically a preliminary determination of eligibility;

7. It provides for 12-month enrollment periods in the Medicaid program for children and for adults to the extent possible under federal law or pursuant to a waiver;

8. It requires outreach services, including Medicaid managed care ombudsman services, under the Medicaid and Cub Care programs and provides for the Department of Human Services to contract with independent entities, including participating insurance producers for outreach services and an independent nonprofit entity to provide the toll-free telephone number services;

- 9. It expands the basic component of the elderly low-cost drug program to cover cancer drugs. This means that prescription drugs for cancer will be provided to the consumer with a maximum co-pay of 20%;
- 10. It requires the Department of Human Services to amend the rules allowing persons with disabilities to purchase coverage in the Medicaid program. The rules must maintain income eligibility limits while removing separate limits of earned and unearned income and provide eligibility for employed persons who have a medically improved disability;

11. It allocates funds from the Maine Health Access Fund for dental health screenings and dental sealants of \$150,000 in each year;

12. It directs the Department of Human Services, Bureau of Health to undertake an initiative to expand access to primary and preventive health care. It appropriates \$2,000,000 in each year for the support of the community health centers and the federally qualified health center look-alikes. Because some of this funding will be used for Medicaid match to federal funds, the bill also allocates matching federal funding;

13. It appropriates \$10,000 in each year to be used as the match for federal funds available for the Department of Human Services, Bureau of Health, Office of Health, Data and Program Management and funding for the Office for Rural Health and Primary Care;

14. It requires the Department of Human Services to pursue the recovery of overcharges by prescription drug manufacturers through the Medicaid program;

15. It establishes the Maine Health Access Fund to receive 48 funds from the tobacco tax increase and to allocate those funds to health care expansion initiatives;

- 16. It increases the tobacco tax by 25 mills per cigarette,
  which equals 50¢ for each package of cigarettes beginning
  November 1, 2001 and dedicates the tax increase to the Maine
  Health Access Fund; and
- 6 17. It establishes the Commission to Study the Group Purchasing of Prescription Drugs.