

AMENDED IN ASSEMBLY MAY 1, 2013

CALIFORNIA LEGISLATURE—2013–14 REGULAR SESSION

ASSEMBLY BILL

No. 50

Introduced by Assembly Member Pan

December 21, 2012

An act to *amend Section 15926 of*, to amend and repeal Sections 14016.5 and 14016.6 of, and to add ~~Sections 14011.66, 14016.54, and 15926.6~~ *Section 14011.66* to, the Welfare and Institutions Code, relating to health care coverage, and declaring the urgency thereof, to take effect immediately.

LEGISLATIVE COUNSEL'S DIGEST

AB 50, as amended, Pan. Health care coverage: Medi-Cal: eligibility: enrollment.

Existing law provides for the Medi-Cal program, which is administered by the State Department of Health Care Services, under which qualified low-income individuals receive health care services. The Medi-Cal program is, in part, governed and funded by federal Medicaid Program provisions.

This bill would require the department to establish a process in accordance with federal law to allow a hospital that is a participating Medi-Cal provider to elect to be a qualified entity for purposes of determining whether any individual is eligible for Medi-Cal and providing the individual with medical assistance during the presumptive eligibility period.

Existing law requires an applicant or beneficiary, as specified, who resides in an area served by a managed health care plan or pilot program in which beneficiaries may enroll, to personally attend a presentation at which the applicant or beneficiary is informed of managed care and

fee-for-service options for receiving Medi-Cal benefits. Existing law requires the applicant or beneficiary to indicate in writing his or her choice of health care options and provides that if the applicant or beneficiary does not make a choice he or she shall be assigned to and enrolled in an appropriate Medi-Cal managed care plan, pilot project, or fee-for-service case management provider providing service within the area in which the beneficiary resides. Existing law requires the department to develop a program, as specified, to implement these provisions.

~~This bill would repeal these provisions on January 1, 2015, and would require the department to implement a new process by January 1, 2015, to inform Medi-Cal enrollees of their options with regard to the delivery of Medi-Cal services, including fee-for-service, if available, and all managed care options. The bill would, in this regard, prohibit the department from extending, or exercising any options to extend, the term of any existing contracts under which a nongovernmental entity has responsibility for performing functions under the Medi-Cal Managed Health Care Options program, including enrolling or informing an applicant or enrollee of managed care plan choices, assigning an applicant or enrollee to a managed care plan, or informing applicants of, or processing applications or requests for, exemptions to enrollment.~~

Existing law requires the California Health and Human Services Agency, in consultation with specified entities, to *a* establish standardized single, accessible application ~~forms~~ *form* and related renewal procedures for state health subsidy programs, as defined, in accordance with specified requirements. *Existing law authorizes the form to include questions that are voluntary for applicants to answer regarding demographic data categories, including race, ethnicity, primary language, disability status, and other categories recognized by the federal Secretary of Health and Human Services pursuant to federal law.*

~~This bill would require that an applicant or recipient of benefits under a state health subsidy program be given an option, with his or her informed consent, to have an application for renewal form prepopulated or electronically verified in real time, or both, as specified.~~

This bill would instead require the form to include those questions effective January 1, 2015, and would additionally require the form to include questions that are voluntary for applicants to answer regarding sexual orientation and gender identity or expression.

This bill would declare that it is to take effect immediately as an urgency statute.

Vote: $\frac{2}{3}$. Appropriation: no. Fiscal committee: yes.

State-mandated local program: no.

The people of the State of California do enact as follows:

1 SECTION 1. Section 14011.66 is added to the Welfare and
2 Institutions Code, to read:

3 14011.66. The department shall establish a process in
4 accordance with Section 1396a(a)(47)(B) of Title 42 of the United
5 States Code, effective January 1, 2014, to allow a hospital that is
6 a participating provider under the state plan to elect to be a
7 qualified entity for purposes of determining, on the basis of
8 preliminary information, whether any individual is eligible for
9 Medi-Cal under the state plan or under a federal waiver for
10 purposes of providing the individual with medical assistance during
11 the presumptive eligibility period.

12 SEC. 2. Section 14016.5 of the Welfare and Institutions Code
13 is amended to read:

14 14016.5. (a) At the time of determining or redetermining the
15 eligibility of a Medi-Cal program or Aid to Families with
16 Dependent Children (AFDC) program applicant or beneficiary
17 who resides in an area served by a managed health care plan or
18 pilot program in which beneficiaries may enroll, each applicant
19 or beneficiary shall personally attend a presentation at which the
20 applicant or beneficiary is informed of the managed care and
21 fee-for-service options available regarding methods of receiving
22 Medi-Cal benefits. The county shall ensure that each beneficiary
23 or applicant attends this presentation.

24 (b) The health care options presentation described in subdivision
25 (a) shall include all of the following elements:

26 (1) Each beneficiary or eligible applicant shall be informed that
27 he or she may choose to continue an established patient-provider
28 relationship in the fee-for-service sector.

29 (2) Each beneficiary or eligible applicant shall be provided with
30 the name, address, telephone number, and specialty, if any, of each
31 primary care provider, and each clinic participating in each prepaid
32 managed health care plan, pilot project, or fee-for-service case
33 management provider option. This information shall be provided

1 under geographic area designations, in alphabetical order by the
2 name of the primary care provider and clinic. The name, address,
3 and telephone number of each specialist participating in each
4 prepaid managed health care plan, pilot project, or fee-for-service
5 case management provider option shall be made available by
6 contacting either the health care options contractor or the prepaid
7 managed health care plan, pilot project, or fee-for-service case
8 management provider.

9 (3) Each beneficiary or eligible applicant shall be informed that
10 he or she may choose to continue an established patient-provider
11 relationship in a managed care option, if his or her treating provider
12 is a primary care provider or clinic contracting with any of the
13 prepaid managed health care plans, pilot projects, or fee-for-service
14 case management provider options available, has available capacity,
15 and agrees to continue to treat that beneficiary or applicant.

16 (4) In areas specified by the director, each beneficiary or eligible
17 applicant shall be informed that if he or she fails to make a choice,
18 or does not certify that he or she has an established relationship
19 with a primary care provider or clinic, he or she shall be assigned
20 to, and enrolled in, a prepaid managed health care plan, pilot
21 project, or fee-for-service case management provider.

22 (c) No later than 30 days following the date a Medi-Cal or
23 AFDC beneficiary or applicant is determined eligible, the
24 beneficiary or applicant shall indicate his or her choice in writing,
25 as a condition of coverage for Medi-Cal benefits, of either of the
26 following health care options:

27 (1) To obtain benefits by receiving a Medi-Cal card, which may
28 be used to obtain services from individual providers, that the
29 beneficiary would locate, who choose to provide services to
30 Medi-Cal beneficiaries.

31 The department may require each beneficiary or eligible
32 applicant, as a condition for electing this option, to sign a statement
33 certifying that he or she has an established patient-provider
34 relationship, or in the case of a dependent, the parent or guardian
35 shall make that certification. This certification shall not require
36 the acknowledgment or guarantee of acceptance, by any indicated
37 Medi-Cal provider or health facility, of any beneficiary making a
38 certification under this section.

39 (2) (A) To obtain benefits by enrolling in a prepaid managed
40 health care plan, pilot program, or fee-for-service case management

1 provider that has agreed to make Medi-Cal services readily
2 available to enrolled Medi-Cal beneficiaries.

3 (B) At the time the beneficiary or eligible applicant selects a
4 prepaid managed health care plan, pilot project, or fee-for-service
5 case management provider, the department shall, when applicable,
6 encourage the beneficiary or eligible applicant to also indicate, in
7 writing, his or her choice of primary care provider or clinic
8 contracting with the selected prepaid managed health care plan,
9 pilot project, or fee-for-service case management provider.

10 (d) (1) In areas specified by the director, a Medi-Cal or AFDC
11 beneficiary or eligible applicant who does not make a choice, or
12 who does not certify that he or she has an established relationship
13 with a primary care provider or clinic, shall be assigned to and
14 enrolled in an appropriate Medi-Cal managed care plan, pilot
15 project, or fee-for-service case management provider providing
16 service within the area in which the beneficiary resides.

17 (2) If it is not possible to enroll the beneficiary under a Medi-Cal
18 managed care plan, pilot project, or a fee-for-service case
19 management provider because of a lack of capacity or availability
20 of participating contractors, the beneficiary shall be provided with
21 a Medi-Cal card and informed about fee-for-service primary care
22 providers who do all of the following:

23 (A) The providers agree to accept Medi-Cal patients.

24 (B) The providers provide information about the provider's
25 willingness to accept Medi-Cal patients as described in Section
26 14016.6.

27 (C) The providers provide services within the area in which the
28 beneficiary resides.

29 (e) If a beneficiary or eligible applicant does not choose a
30 primary care provider or clinic, or does not select any primary care
31 provider who is available, the managed health care plan, pilot
32 project, or fee-for-service case management provider that was
33 selected by or assigned to the beneficiary shall ensure that the
34 beneficiary selects a primary care provider or clinic within 30 days
35 after enrollment or is assigned to a primary care provider within
36 40 days after enrollment.

37 (f) (1) The managed care plan shall have a valid Medi-Cal
38 contract, adequate capacity, and appropriate staffing to provide
39 health care services to the beneficiary.

1 (2) The department shall establish standards for all of the
2 following:

3 (A) The maximum distances a beneficiary is required to travel
4 to obtain primary care services from the managed care plan,
5 fee-for-service case management provider, or pilot project in which
6 the beneficiary is enrolled.

7 (B) The conditions under which a primary care service site shall
8 be accessible by public transportation.

9 (C) The conditions under which a managed care plan,
10 fee-for-service case management provider, or pilot project shall
11 provide nonmedical transportation to a primary care service site.

12 (3) In developing the standards required by paragraph (2), the
13 department shall take into account, on a geographic basis, the
14 means of transportation used and distances typically traveled by
15 Medi-Cal beneficiaries to obtain fee-for-service primary care
16 services and the experience of managed care plans in delivering
17 services to Medi-Cal enrollees. The department shall also consider
18 the provider's ability to render culturally and linguistically
19 appropriate services.

20 (g) To the extent possible, the arrangements for carrying out
21 subdivision (d) shall provide for the equitable distribution of
22 Medi-Cal beneficiaries among participating managed care plans,
23 fee-for-service case management providers, and pilot projects.

24 (h) If, under the provisions of subdivision (d), a Medi-Cal
25 beneficiary or applicant does not make a choice or does not certify
26 that he or she has an established relationship with a primary care
27 provider or clinic, the person may, at the option of the department,
28 be provided with a Medi-Cal card or be assigned to and enrolled
29 in a managed care plan providing service within the area in which
30 the beneficiary resides.

31 (i) Any Medi-Cal or AFDC beneficiary who is dissatisfied with
32 the provider or managed care plan, pilot project, or fee-for-service
33 case management provider shall be allowed to select or be assigned
34 to another provider or managed care plan, pilot project, or
35 fee-for-service case management provider.

36 (j) The department or its contractor shall notify a managed care
37 plan, pilot project, or fee-for-service case management provider
38 when it has been selected by or assigned to a beneficiary. The
39 managed care plan, pilot project, or fee-for-service case
40 management provider that has been selected by, or assigned to, a

1 beneficiary, shall notify the primary care provider or clinic that it
2 has been selected or assigned. The managed care plan, pilot project,
3 or fee-for-service case management provider shall also notify the
4 beneficiary of the managed care plan, pilot project, or
5 fee-for-service case management provider or clinic selected or
6 assigned.

7 (k) (1) The department shall ensure that Medi-Cal beneficiaries
8 eligible under Title XVI of the Social Security Act are provided
9 with information about options available regarding methods of
10 receiving Medi-Cal benefits as described in subdivision (c).

11 (2) (A) The director may waive the requirements of subdivisions
12 (c) and (d) until a means is established to directly provide the
13 presentation described in subdivision (a) to beneficiaries who are
14 eligible for the federal Supplemental Security Income for the Aged,
15 Blind, and Disabled Program (Subchapter 16 (commencing with
16 Section 1381) of Chapter 7 of Title 42 of the United States Code).

17 (B) The director may elect not to apply the requirements of
18 subdivisions (c) and (d) to beneficiaries whose eligibility under
19 the Supplemental Security Income program is established before
20 January 1, 1994.

21 (l) In areas where there is no prepaid managed health care plan
22 or pilot program that has contracted with the department to provide
23 services to Medi-Cal beneficiaries, and where no other enrollment
24 requirements have been established by the department, no explicit
25 choice need be made, and the beneficiary or eligible applicant shall
26 receive a Medi-Cal card.

27 (m) The following definitions contained in this subdivision shall
28 control the construction of this section, unless the context requires
29 otherwise:

30 (1) "Applicant," "beneficiary," and "eligible applicant," in the
31 case of a family group, mean any person with legal authority to
32 make a choice on behalf of dependent family members.

33 (2) "Fee-for-service case management provider" means a
34 provider enrolled and certified to participate in the Medi-Cal
35 fee-for-service case management program the department may
36 elect to develop in selected areas of the state with the assistance
37 of and in cooperation with California physician providers and other
38 interested provider groups.

39 (3) "Managed health care plan" and "managed care plan" mean
40 a person or entity operating under a Medi-Cal contract with the

1 department under this chapter or Chapter 8 (commencing with
 2 Section 14200) to provide, or arrange for, health care services for
 3 Medi-Cal beneficiaries as an alternative to the Medi-Cal
 4 fee-for-service program that has a contractual responsibility to
 5 manage health care provided to Medi-Cal beneficiaries covered
 6 by the contract.

7 (n) (1) Whenever a county welfare department notifies a public
 8 assistance recipient or Medi-Cal beneficiary that the recipient or
 9 beneficiary is losing Medi-Cal eligibility, the county shall include,
 10 in the notice to the recipient or beneficiary, notification that the
 11 loss of eligibility shall also result in the recipient’s or beneficiary’s
 12 disenrollment from Medi-Cal managed health care or dental plans,
 13 if enrolled.

14 (2) (A) Whenever the department or the county welfare
 15 department processes a change in a public assistance recipient’s
 16 or Medi-Cal beneficiary’s residence or aid code that will result in
 17 the recipient’s or beneficiary’s disenrollment from the managed
 18 health care or dental plan in which he or she is currently enrolled,
 19 a written notice shall be given to the recipient or beneficiary.

20 (B) This paragraph shall become operative and the department
 21 shall commence sending the notices required under this paragraph
 22 on or before the expiration of 12 months after the effective date
 23 of this section.

24 (o) This section shall be implemented in a manner consistent
 25 with any federal waiver required to be obtained by the department
 26 in order to implement this section.

27 (p) This section shall remain in effect only until January 1, 2015,
 28 and as of that date is repealed, unless a later enacted statute, that
 29 is enacted before January 1, 2015, deletes or extends that date.

30 ~~SEC. 3. Section 14016.54 is added to the Welfare and~~
 31 ~~Institutions Code, to read:~~

32 ~~14016.54. (a) On or before January 1, 2015, the department~~
 33 ~~shall implement a new process to inform Medi-Cal enrollees of~~
 34 ~~their options with regard to the delivery of Medi-Cal services,~~
 35 ~~including fee-for-service, if available, and all managed care options.~~
 36 ~~The process shall include a mechanism to allow enrollees to make~~
 37 ~~an informed choice and to pick a health plan and a primary care~~
 38 ~~provider. In developing the process, the department shall convene~~
 39 ~~public meetings to allow for input from stakeholders and other~~

1 members of the public, consult with counties and the Legislature,
2 and coordinate with the California Health Benefit Exchange.

3 ~~(b) For purposes of implementing subdivision (a), the~~
4 ~~department shall not extend, or exercise any options to extend the~~
5 ~~term of any existing contracts under which a nongovernmental~~
6 ~~entity has responsibility for performing functions under the~~
7 ~~Medi-Cal Managed Health Care Options program, including~~
8 ~~enrolling or informing an applicant or enrollee of managed care~~
9 ~~plan choices, assigning an applicant or enrollee to a managed care~~
10 ~~plan, or informing applicants of, or processing applications or~~
11 ~~requests for, exemptions to enrollment.~~

12 ~~SEC. 4.~~

13 *SEC. 3.* Section 14016.6 of the Welfare and Institutions Code
14 is amended to read:

15 14016.6. The State Department of Health Care Services shall
16 develop a program to implement Section 14016.5 and to provide
17 information and assistance to enable Medi-Cal beneficiaries to
18 understand and successfully use the services of the Medi-Cal
19 managed care plans in which they enroll. The program shall
20 include, but not be limited to, the following components:

21 (a) (1) Development of a method to inform beneficiaries and
22 applicants of all of the following:

23 (A) Their choices for receiving Medi-Cal benefits including the
24 use of fee-for-service sector managed health care plans, or pilot
25 programs.

26 (B) The availability of staff and information resources to
27 Medi-Cal managed health care plan enrollees described in
28 subdivision (f).

29 (2) (A) Marketing and informational materials including printed
30 materials, films, and exhibits, to be provided to Medi-Cal
31 beneficiaries and applicants when choosing methods of receiving
32 health care benefits.

33 (B) The department shall not be responsible for the costs of
34 developing material required by subparagraph (A).

35 (C) (i) The department may prescribe the format and edit the
36 informational materials for factual accuracy, objectivity and
37 comprehensibility.

38 (ii) The department shall use the edited materials in informing
39 beneficiaries and applicants of their choices for receiving Medi-Cal
40 benefits.

1 (b) Provision of information that is necessary to implement this
2 program in a manner that fairly and objectively explains to
3 beneficiaries and applicants their choices for methods of receiving
4 Medi-Cal benefits, including information prepared by the
5 department emphasizing the benefits and limitations to
6 beneficiaries of enrolling in managed health care plans and pilot
7 projects as opposed to the fee-for-service system.

8 (c) Provision of information about providers who will provide
9 services to Medi-Cal beneficiaries. This may be information about
10 provider referral services of a local provider professional
11 organization. The information shall be made available to Medi-Cal
12 beneficiaries and applicants at the same time the beneficiary or
13 applicant is being informed of the options available for receiving
14 care.

15 (d) Training of specialized county employees to carry out the
16 program.

17 (e) Monitoring the implementation of the program in those
18 county welfare offices where choices are made available in order
19 to assure that beneficiaries and applicants may make a
20 well-informed choice, without duress.

21 (f) Staff and information resources dedicated to directly assist
22 Medi-Cal managed health care plan enrollees to understand how
23 to effectively use the services of, and resolve problems or
24 complaints involving, their managed health care plans.

25 (g) The responsibilities outlined in this section shall, at the
26 option of the department, be carried out by a specially trained
27 county or state employee or by an independent contractor paid by
28 the department. If a county sponsored prepaid health plan or pilot
29 program is offered, the responsibilities outlined in this section shall
30 be carried out either by a specially trained state employee or by
31 an independent contractor paid by the department.

32 (h) The department shall adopt any regulations as are necessary
33 to ensure that the informing of beneficiaries of their health care
34 options is a part of the eligibility determination process.

35 (i) This section shall remain in effect only until January 1, 2015,
36 and as of that date is repealed, unless a later enacted statute, that
37 is enacted before January 1, 2015, deletes or extends that date.

38 ~~SEC. 5. Section 15926.6 is added to the Welfare and~~
39 ~~Institutions Code, to read:~~

1 15926.6. ~~(a) An applicant or recipient of benefits under a state~~
2 ~~health subsidy program shall be given the option, with his or her~~
3 ~~informed consent, to have an application for renewal form~~
4 ~~prepopulated or electronically verified in real time, or both, using~~
5 ~~personal information from his or her own state health subsidy~~
6 ~~program or other public benefits case file, a case file of that~~
7 ~~individual's parent or child, or other electronic databases required~~
8 ~~by the PPACA.~~

9 ~~(1) An applicant or recipient who chooses to have an application~~
10 ~~for renewal form prepopulated shall be given an opportunity, before~~
11 ~~the application for renewal form is submitted to the entity~~
12 ~~authorized to make eligibility determinations, to provide additional~~
13 ~~eligibility information and to correct any information retrieved~~
14 ~~from a database.~~

15 ~~(2) An applicant or recipient who chooses to have an application~~
16 ~~for renewal form electronically verified in real time shall be given~~
17 ~~an opportunity, before or after a final eligibility determination is~~
18 ~~made, to provide additional eligibility information and to correct~~
19 ~~information retrieved from a database. An applicant or recipient~~
20 ~~shall not be denied eligibility for any state health subsidy program~~
21 ~~without being given a reasonable opportunity, of at least the kind~~
22 ~~provided for under the Medi-Cal program for citizenship~~
23 ~~documentation, to resolve discrepancies concerning any~~
24 ~~information provided by a verifying entity. Applicants or recipients~~
25 ~~shall receive the benefits for which they would otherwise qualify~~
26 ~~pending this reasonable-opportunity period.~~

27 ~~(b) Renewal procedures shall be coordinated across all state~~
28 ~~health subsidy programs and among entities that accept and make~~
29 ~~eligibility determinations so that all relevant information already~~
30 ~~included in the individual's Medi-Cal or other public benefits case~~
31 ~~file, his or her California Health Benefit Exchange case file, a case~~
32 ~~file of the individual's parent or child, or other electronic databases~~
33 ~~authorized for data sharing under the PPACA can be used to renew~~
34 ~~benefits or transfer eligible recipients between programs without~~
35 ~~a break in coverage and without requiring a recipient to provide~~
36 ~~redundant information. Renewal procedures shall be as simple,~~
37 ~~user-friendly, and accessible as possible, shall require recipients~~
38 ~~to provide only the information that has changed, if any, and shall~~
39 ~~use all available methods for reporting renewal information,~~
40 ~~including, but not limited to, face-to-face, telephone, and online~~

1 ~~renewal. Families shall be able to renew coverage at the same time~~
 2 ~~for all family members enrolled in any state health subsidy~~
 3 ~~program, including if family members are enrolled in more than~~
 4 ~~one state health subsidy program. A recipient shall be permitted~~
 5 ~~to update his or her eligibility information at any time.~~

6 *SEC. 4. Section 15926 of the Welfare and Institutions Code is*
 7 *amended to read:*

8 15926. (a) The following definitions apply for purposes of
 9 this part:

10 (1) “Accessible” means in compliance with Section 11135 of
 11 the Government Code, Section 1557 of the PPACA, and regulations
 12 or guidance adopted pursuant to these statutes.

13 (2) “Limited-English-proficient” means not speaking English
 14 as one’s primary language and having a limited ability to read,
 15 speak, write, or understand English.

16 (3) “State health subsidy programs” means the programs
 17 described in Section 1413(e) of the PPACA.

18 (b) An individual shall have the option to apply for state health
 19 subsidy programs in person, by mail, online, by telephone, or by
 20 other commonly available electronic means.

21 (c) (1) A single, accessible, standardized paper, electronic, and
 22 telephone application for state health subsidy programs shall be
 23 developed by the department in consultation with MRMIB and
 24 the board governing the Exchange as part of the stakeholder process
 25 described in subdivision (b) of Section 15925. The application
 26 shall be used by all entities authorized to make an eligibility
 27 determination for any of the state health subsidy programs and by
 28 their agents.

29 (2) The application shall be tested and operational by the date
 30 as required by the federal Secretary of Health and Human Services.

31 (3) The application form shall, to the extent not inconsistent
 32 with federal statutes, regulations, and guidance, satisfy all of the
 33 following criteria:

34 (A) The form shall include simple, user-friendly language and
 35 instructions.

36 (B) The form may not ask for information related to a
 37 nonapplicant that is not necessary to determine eligibility in the
 38 applicant’s particular circumstances.

1 (C) The form may require only information necessary to support
2 the eligibility and enrollment processes for state health subsidy
3 programs.

4 (D) The form may be used for, but shall not be limited to,
5 screening.

6 (E) The form may ask, or be used otherwise to identify, if the
7 mother of an infant applicant under one year of age had coverage
8 through a state health subsidy program for the infant's birth, for
9 the purpose of automatically enrolling the infant into the applicable
10 program without the family having to complete the application
11 process for the infant.

12 (F) ~~The form may~~ *Effective January 1, 2015, the form shall*
13 include questions that are voluntary for applicants to answer
14 regarding demographic data categories, including race, ethnicity,
15 primary language, disability status, *sexual orientation, gender*
16 *identity or expression*, and other categories recognized by the
17 federal Secretary of Health and Human Services under Section
18 4302 of the PPACA.

19 (d) Nothing in this section shall preclude the use of a
20 provider-based application form or enrollment procedures for state
21 health subsidy programs or other health programs that differs from
22 the application form described in subdivision (c), and related
23 enrollment procedures.

24 (e) The entity making the eligibility determination shall grant
25 eligibility immediately whenever possible and with the consent of
26 the applicant in accordance with the state and federal rules
27 governing state health subsidy programs.

28 (f) (1) If the eligibility, enrollment, and retention system has
29 the ability to prepopulate an application form for insurance
30 affordability programs with personal information from available
31 electronic databases, an applicant shall be given the option, with
32 his or her informed consent, to have the application form
33 prepopulated. Before a prepopulated renewal form or, if available,
34 prepopulated application is submitted to the entity authorized to
35 make eligibility determinations, the individual shall be given the
36 opportunity to provide additional eligibility information and to
37 correct any information retrieved from a database.

38 (2) All state health subsidy programs may accept self-attestation,
39 instead of requiring an individual to produce a document, with
40 respect to all information needed to determine the eligibility of an

1 applicant or recipient, to the extent permitted by state and federal
2 law.

3 (3) An applicant or recipient shall have his or her information
4 electronically verified in the manner required by the PPACA and
5 implementing federal regulations and guidance.

6 (4) Before an eligibility determination is made, the individual
7 shall be given the opportunity to provide additional eligibility
8 information and to correct information.

9 (5) The eligibility of an applicant shall not be delayed or denied
10 for any state health subsidy program unless the applicant is given
11 a reasonable opportunity, of at least the kind provided for under
12 the Medi-Cal program pursuant to Section 14007.5 and paragraph
13 (7) of subdivision (e) of Section 14011.2, to resolve discrepancies
14 concerning any information provided by a verifying entity.

15 (6) To the extent federal financial participation is available, an
16 applicant shall be provided benefits in accordance with the rules
17 of the state health subsidy program, as implemented in federal
18 regulations and guidance, for which he or she otherwise qualifies
19 until a determination is made that he or she is not eligible and all
20 applicable notices have been provided. Nothing in this section
21 shall be interpreted to grant presumptive eligibility if it is not
22 otherwise required by state law, and, if so required, then only to
23 the extent permitted by federal law.

24 (g) The eligibility, enrollment, and retention system shall offer
25 an applicant and recipient assistance with his or her application or
26 renewal for a state health subsidy program in person, over the
27 telephone, and online, and in a manner that is accessible to
28 individuals with disabilities and those who are limited English
29 proficient.

30 (h) (1) During the processing of an application, renewal, or a
31 transition due to a change in circumstances, an entity making
32 eligibility determinations for a state health subsidy program shall
33 ensure that an eligible applicant and recipient of state health
34 subsidy programs that meets all program eligibility requirements
35 and complies with all necessary requests for information moves
36 between programs without any breaks in coverage and without
37 being required to provide any forms, documents, or other
38 information or undergo verification that is duplicative or otherwise
39 unnecessary. The individual shall be informed about how to obtain
40 information about the status of his or her application, renewal, or

1 transfer to another program at any time, and the information shall
2 be promptly provided when requested.

3 (2) The application or case of an individual screened as not
4 eligible for Medi-Cal on the basis of Modified Adjusted Gross
5 Income (MAGI) household income but who may be eligible on
6 the basis of being 65 years of age or older, or on the basis of
7 blindness or disability, shall be forwarded to the Medi-Cal program
8 for an eligibility determination. During the period this application
9 or case is processed for a non-MAGI Medi-Cal eligibility
10 determination, if the applicant or recipient is otherwise eligible
11 for a state health subsidy program, he or she shall be determined
12 eligible for that program.

13 (3) Renewal procedures shall include all available methods for
14 reporting renewal information, including, but not limited to,
15 face-to-face, telephone, and online renewal.

16 (4) An applicant who is not eligible for a state health subsidy
17 program for a reason other than income eligibility, or for any reason
18 in the case of applicants and recipients residing in a county that
19 offers a health coverage program for individuals with income above
20 the maximum allowed for the Exchange premium tax credits, shall
21 be referred to the county health coverage program in his or her
22 county of residence.

23 (i) Notwithstanding subdivisions (e), (f), and (j), before an online
24 applicant who appears to be eligible for the Exchange with a
25 premium tax credit or reduction in cost sharing, or both, may be
26 enrolled in the Exchange, both of the following shall occur:

27 (1) The applicant shall be informed of the overpayment penalties
28 under the federal Comprehensive 1099 Taxpayer Protection and
29 Repayment of Exchange Subsidy Overpayments Act of 2011
30 (Public Law 112-9), if the individual's annual family income
31 increases by a specified amount or more, calculated on the basis
32 of the individual's current family size and current income, and that
33 penalties are avoided by prompt reporting of income increases
34 throughout the year.

35 (2) The applicant shall be informed of the penalty for failure to
36 have minimum essential health coverage.

37 (j) The department shall, in coordination with MRMIB and the
38 Exchange board, streamline and coordinate all eligibility rules and
39 requirements among state health subsidy programs using the least
40 restrictive rules and requirements permitted by federal and state

1 law. This process shall include the consideration of methodologies
 2 for determining income levels, assets, rules for household size,
 3 citizenship and immigration status, and self-attestation and
 4 verification requirements.

5 (k) (1) Forms and notices developed pursuant to this section
 6 shall be accessible and standardized, as appropriate, and shall
 7 comply with federal and state laws, regulations, and guidance
 8 prohibiting discrimination.

9 (2) Forms and notices developed pursuant to this section shall
 10 be developed using plain language and shall be provided in a
 11 manner that affords meaningful access to limited-English-proficient
 12 individuals, in accordance with applicable state and federal law,
 13 and at a minimum, provided in the same threshold languages as
 14 required for Medi-Cal managed care plans.

15 (l) The department, the California Health and Human Services
 16 Agency, MRMIB, and the Exchange board shall establish a process
 17 for receiving and acting on stakeholder suggestions regarding the
 18 functionality of the eligibility systems supporting the Exchange,
 19 including the activities of all entities providing eligibility screening
 20 to ensure the correct eligibility rules and requirements are being
 21 used. This process shall include consumers and their advocates,
 22 be conducted no less than quarterly, and include the recording,
 23 review, and analysis of potential defects or enhancements of the
 24 eligibility systems. The process shall also include regular updates
 25 on the work to analyze, prioritize, and implement corrections to
 26 confirmed defects and proposed enhancements, and to monitor
 27 screening.

28 (m) In designing and implementing the eligibility, enrollment,
 29 and retention system, the department, MRMIB, and the Exchange
 30 board shall ensure that all privacy and confidentiality rights under
 31 the PPACA and other federal and state laws are incorporated and
 32 followed, including responses to security breaches.

33 (n) Except as otherwise specified, this section shall be operative
 34 on and after January 1, 2014.

35 ~~SEC. 6.~~

36 *SEC. 5.* This act is an urgency statute necessary for the
 37 immediate preservation of the public peace, health, or safety within
 38 the meaning of Article IV of the Constitution and shall go into
 39 immediate effect. The facts constituting the necessity are:

1 In order to implement provisions of the federal Patient Protection
2 and Affordable Care Act (Public Law 111-148), as amended by
3 the federal Health Care and Education Reconciliation Act of 2010
4 (Public Law 111-152), it is necessary that this act take effect
5 immediately.

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