ASSEMBLY, No. 4387 STATE OF NEW JERSEY 219th LEGISLATURE

INTRODUCED JULY 6, 2020

Sponsored by: Assemblywoman YVONNE LOPEZ District 19 (Middlesex) Assemblyman DANIEL R. BENSON District 14 (Mercer and Middlesex) Assemblyman RAJ MUKHERJI District 33 (Hudson)

Co-Sponsored by: Assemblywoman McKnight, Assemblymen Giblin, Danielsen, Assemblywoman Vainieri Huttle, Assemblyman Spearman, Assemblywoman Jasey, Assemblymen Holley, Conaway, Assemblywomen Chaparro and Reynolds-Jackson

SYNOPSIS

Expands NJ FamilyCare to ensure healthcare benefits are available to all uninsured children under 19 years of age who live in New Jersey; appropriates \$3 million for outreach, enrollment, and retention regarding NJ FamilyCare.



(Sponsorship Updated As Of: 6/9/2021)

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1 AN ACT concerning NJ FamilyCare, revising various parts of 2 statutory law, and making an appropriation. 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. Section 4 of P.L.2005, c.156 (C.30:4J-11) is amended to 8 read as follows: 9 4. As used in this act: 10 "Commissioner" means the Commissioner of Human Services. "Department" means the Department of Human Services. 11 12 "Medicaid" means the New Jersey Medical Assistance and 13 Health Services Program established pursuant to P.L.1968, c.413 14 (C.30:4D-1 et seq.). 15 "NJ FamilyCare" or "program" means the NJ FamilyCare 16 Program established pursuant to sections 3 through 5 of P.L.2005, 17 c.156 (C.30:4J-10 through C.30:4J-12). "Poverty level" means the official federal poverty level based on 18 family size, established and adjusted under Section 673(2) of 19 20 Subtitle B, the "Community Services Block Grant Act," Pub.L.97-21 35 (42 U.S.C. s.9902(2)). 22 "Qualified applicant" means: a. a child under 19 years of age: (1) whose gross family 23 24 [gross] income does not exceed [350%] 350 percent of the poverty level; (2) who has no health insurance, as determined by the 25 commissioner, and is ineligible for Medicaid; and (3) who is a 26 27 resident of this State [; and (4) who is a citizen of the United States, or has been lawfully admitted for permanent residence into and 28 29 remains lawfully present in the United States]; 30 b. a [parent or caretaker] pregnant woman: (1) whose gross 31 family income does not exceed [200%] 200 percent of the poverty 32 level; (2) who has no health insurance, as determined by the 33 commissioner, and is ineligible for Medicaid; (3) who is a resident 34 of this State; and (4) who is a citizen of the United States, or has 35 been lawfully admitted for permanent residence into and remains 36 lawfully present in the United States; and 37 a single adult or couple without dependent children: (1) с. 38 whose family gross income does not exceed 100% of the poverty 39 level; (2) who is enrolled in NJ FamilyCare on the effective date of 40 P.L.2005, c.156 (C.30:4J-8 et al.) and is ineligible for Medicaid; (3) 41 who is a resident of this State; and (4) who is a citizen of the United 42 States, or has been lawfully admitted for permanent residence into 43 and remains lawfully present in the United States] any person who 44 is determined to be eligible to receive benefits in accordance with

Matter underlined <u>thus</u> is new matter.

EXPLANATION – Matter enclosed in **bold-faced** brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

1 the "New Jersey Medical Assistance and Health Services Act," 2 P.L.1968, c.413 (C.30:4D-1 et seq.). 3 (cf: P.L.2008, c.38, s.3) 4 5 2. Section 5 of P.L.2008, c.38 (C.30:4J-11.1) is amended to 6 read as follows: 7 5. The Commissioner of Human Services shall apply for such 8 waivers as may be necessary to implement the provisions of section 9 4 of P.L.2005, c.156 (C.30:4J-11) and, to the extent possible, to 10 secure federal financial participation for NJ FamilyCare expenditures under the State Children's Health Insurance Program 11 12 pursuant to 42 U.S.C.s.1397aa et seq., except as it pertains to a 13 qualified applicant whose immigration status in the United States 14 requires the applicant's non-emergency health care services to be 15 funded with State funds only. 16 (cf: P.L.2008, c.38, s.5) 17 18 3. Section 5 of P.L.2005, c.156 (C.30:4J-12) is amended to 19 read as follows: 20 5. a. The purpose of the program shall be to provide 21 subsidized health insurance coverage, and other health care benefits 22 as determined by the commissioner, to <u>all uninsured</u> children under 23 19 years of age and some of their parents or [caretakers] 24 caregivers, and to certain adults without dependent children, within 25 the limits of funds appropriated or otherwise made available for the 26 program. 27 The program shall require families to pay copayments [and make 28 premium contributions, based upon a sliding income scale]. The 29 program shall include the provision of well-child and other 30 preventive services, hospitalization, physician care, laboratory and 31 x-ray services, prescription drugs, mental health services, and other 32 services as determined by the commissioner. 33 b. The commissioner shall take such actions as are necessary to 34 implement and operate the program in accordance with the State 35 Children's Health Insurance Program established pursuant to 42 36 U.S.C.s.1397aa et seq, except that the commissioner shall establish regulations to govern the administration of NJ FamilyCare and 37 38 Medicaid as it pertains to a qualified applicant whose immigration 39 status in the United States requires the applicant's non-emergency health care services to be funded with State funds only. 40 41 c. The commissioner: (1) shall, by regulation, establish standards for determining 42 43 eligibility and other program requirements, including, but not 44 limited to, restrictions on voluntary disenrollments from existing 45 health insurance coverage; (2) shall require that a parent or [caretaker] <u>caregiver</u> who is a 46 47 qualified applicant purchase coverage, if available, through an 48 employer-sponsored health insurance plan which is determined to

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1 be cost-effective and is approved by the commissioner, and shall 2 provide assistance to the qualified applicant to purchase that 3 coverage, except that the provisions of this paragraph shall not be 4 construed to require an employer to provide health insurance 5 coverage for any employee or employee's spouse or dependent 6 child;

7 (3) may, by regulation, establish plans of coverage and benefits 8 to be covered under the program, except that the provisions of this 9 section shall not apply to coverage for medications used exclusively 10 to treat AIDS or HIV infection; and

11 (4) shall establish, by regulation, other requirements for the 12 program, including, but not limited to, [premium payments and] 13 copayments [, and]. Premiums shall not be established within the 14 program, except as required under the buy-in program, pursuant to 15 subsection j. of this section. The commissioner may contract with 16 one or more appropriate entities, including managed care 17 organizations, to assist in administering the program. The period 18 for which eligibility for the program is determined shall be the 19 maximum period permitted under federal law.

20 The commissioner shall establish procedures for determining d. 21 eligibility, which shall include, at a minimum, the following 22 enrollment simplification practices:

23 (1) A streamlined application form as established pursuant to 24 subsection k. of this section;

25 (2) Require new applicants to submit one recent pay stub from 26 the applicant's employer, or, if the applicant has more than one 27 employer, one from each of the applicant's employers, to verify income. In the event the applicant cannot provide a recent pay stub, 28 29 the applicant may submit another form of income verification as 30 deemed appropriate by the commissioner. If an applicant does not 31 submit income verification in a timely manner, before determining 32 the applicant ineligible for the program, the commissioner shall 33 seek to verify the applicant's income by reviewing available 34 Department of the Treasury and Department of Labor and 35 Workforce Development records concerning the applicant, and such 36 other records as the commissioner determines appropriate.

37 The commissioner shall establish retrospective auditing or income verification procedures, such as sample auditing and 38 39 matching reported income with records of the Department of the 40 Treasury and the Department of Labor and Workforce Development 41 and such other records as the commissioner determines appropriate.

42 In matching reported income with confidential records of the Department of the Treasury, the commissioner shall require an 43 44 applicant to provide written authorization for the Division of 45 Taxation in the Department of the Treasury to release applicable tax 46 information to the commissioner for the purposes of establishing 47 income eligibility for the program. The authorization, which shall

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be included on the program application form, shall be developed by
 the commissioner, in consultation with the State Treasurer;

3 (3) Online enrollment and renewal, in addition to enrollment
4 and renewal by mail. The online enrollment and renewal forms
5 shall include electronic links to other State and federal health and
6 social services programs;

7 (4) Continuous enrollment;

8 (5) Simplified renewal by sending an enrollee a preprinted 9 renewal form and requiring the enrollee to sign and return the form, 10 with any applicable changes in the information provided in the 11 form, prior to the date the enrollee's annual eligibility expires. The 12 commissioner shall establish such auditing or income verification 13 procedures, as provided in paragraph (2) of this subsection; [and]

(6) Provision of program eligibility-identification cards that are
issued no more frequently than once a year; and

(7) Provision of information regarding other health care
 programs for which an enrollee may be eligible to any enrollee
 terminated from the program.

19 e. The commissioner shall take, or cause to be taken, any 20 action necessary, to the extent possible, to secure for the State the 21 maximum amount of federal financial participation available with 22 respect to the program, subject to the constraints of fiscal 23 responsibility and within the limits of available funding in any 24 fiscal year. In this regard, notwithstanding the definition of "qualified applicant," the commissioner may enroll in the program 25 such children or their parents or [caretakers] <u>caregivers</u> who may 26 27 otherwise be eligible for the Medicaid program in order to maximize use of federal funds that may be available pursuant to 42 28 29 U.S.C. s.1397aa et seq.

f. [Subject to federal approval a child shall be determined
ineligible for the program if the child was voluntarily disenrolled
from employer-sponsored group insurance coverage within six
months prior to application to the program.] (Deleted by
amendment, P.L., c. (C.)(pending before the Legislature as
this bill).)

36 g. The commissioner shall provide, by regulation, for
37 presumptive eligibility for the program in accordance with the
38 following provisions:

39 (1) A child who presents himself for treatment at a general 40 hospital, federally qualified or community health center, local 41 health department that provides primary care, or other State 42 licensed community-based primary care provider shall be deemed 43 presumptively eligible for the program if a preliminary 44 determination by hospital, health center, local health department or 45 licensed health care provider staff indicates that the child meets 46 program eligibility standards and is a member of a household with an income that does not exceed [350%] <u>350 percent</u> of the poverty 47 48 level;

(2) The provisions of paragraph (1) of this subsection shall also
 apply to a child who is deemed presumptively eligible for Medicaid
 coverage pursuant to P.L.1968, c.413 (C.30:4D-1 et seq.);

4 (3) The parent or **[**caretaker**]** <u>caregiver</u> of a child deemed 5 presumptively eligible pursuant to this subsection shall be required 6 to submit a completed application for the program no later than the 7 end of the month following the month in which presumptive 8 eligibility is determined;

9 (4) A child shall be eligible to receive all services covered by 10 the program during the period in which the child is presumptively 11 eligible; and

(5) The commissioner may, by regulation, establish a limit on
the number of times a child may be deemed presumptively eligible
for NJ FamilyCare.

h. The commissioner, in consultation with the Commissioner of
Education, shall administer an ongoing enrollment initiative to
provide outreach to children throughout the State who may be
eligible for the program.

19 (1) With respect to school-age children, the commissioner, in 20 consultation with the Commissioner of Education and the Secretary 21 of Agriculture, shall develop a form that provides information about 22 the NJ FamilyCare and Medicaid programs and provides an opportunity for the parent or guardian who signs the school lunch 23 24 application form to give consent for information to be shared with 25 the Department of Human Services for the purpose of determining 26 eligibility for the programs. The form shall be attached to, included 27 with, or incorporated into, the school lunch application form.

The commissioner, in consultation with the Commissioner of Education, shall establish procedures for schools to transmit information attached to, included with, or provided on the school lunch application form regarding the NJ FamilyCare and Medicaid programs to the Department of Human Services, in order to enable the department to determine eligibility for the programs.

34 (2) The commissioner or the Commissioner of Education, as35 applicable, shall:

(a) make available to each elementary and secondary school,
licensed child care center, registered family day care home, unified
child care agency, local health department that provides primary
care, and community-based primary care provider, informational
materials about the program, including instructions for applying
online or by mail, as well as copies of the program application
form.

The entity shall make the informational and application materialsavailable, upon request, to persons interested in the program; and

(b) request each entity to distribute a notice at least annually, as
developed by the commissioner, to households of children attending
or receiving its services or care, informing them about the program
and the availability of informational and application materials. In

the case of elementary and secondary schools, the information attached to, included with, or incorporated into, the school lunch application form for school-age children pursuant to this subparagraph shall be deemed to meet the requirements of this paragraph.

i. Subject to federal approval, the commissioner shall, by
regulation, establish that in determining income eligibility for a
child, any gross family income above [200%] <u>200 percent</u> of the
poverty level, up to a maximum of [350%] <u>350 percent</u> of the
poverty level, shall be disregarded.

11 The commissioner shall establish a [NJ FamilyCare j. 12 coverage] buy-in program, within the NJ FamilyCare program, through which a parent or [caretaker] <u>caregiver</u> whose family 13 14 income exceeds [350%] 400 percent of the poverty level may purchase coverage under NJ FamilyCare for a child under the age of 15 16 19, who is uninsured [and was not voluntarily disenrolled from 17 employer-sponsored group insurance coverage within six months prior to application to the program. The program shall be known as 18 19 NJ FamilyCare Advantage], and for whom insurance is not 20 available that covers the child, along with the parent or caregiver, 21 for a premium that costs 9.5 percent or less of the household 22 income. The commissioner shall implement the buy-in program no 23 later than 18 months following the date of enactment of P.L., 24 c. (C.) (pending before the Legislature as this bill), and may

<u>require managed care organizations to participate in the buy-in</u>
 <u>program as a condition of participating in NJ FamilyCare</u>.

27 The commissioner shall establish the premium and cost sharing 28 amounts required to purchase coverage [, except that the premium 29 shall not exceed the amount the program pays per month to a 30 managed care organization under NJ FamilyCare for a child of 31 comparable age whose family income is between 200% and 350% 32 of the poverty level, plus a reasonable processing fee **]** in the buy-in 33 program and implement such procedures as to facilitate the 34 enrollment of children under the age of 19 into the buy-in program.

k. The commissioner [, in consultation with the Rutgers Center
for State Health Policy,] shall develop a streamlined application
form for the NJ FamilyCare [and], Medicaid, and buy-in programs.

38 1. [Subject to federal approval, the Commissioner of Human 39 Services] The commissioner shall establish a hardship waiver for part or all of the premium for an eligible child under the [NJ 40 FamilyCare] <u>buy-in</u> program. A parent or [caretaker] <u>caregiver</u> 41 42 may apply to the commissioner for a hardship waiver in a manner 43 and form established by the commissioner. If the parent or 44 [caretaker] <u>caregiver</u> can demonstrate to the satisfaction of the pursuant 45 commissioner, to regulations adopted by the 46 commissioner, that payment of all or part of the premium for the

1 parent or [caretaker's] caregiver's child presents a hardship, the 2 commissioner shall grant the waiver for a prescribed period of time. 3 m. All types of information, whether written or oral, concerning 4 a person, made or kept by any public officer or agency in 5 connection with the administration of NJ FamilyCare and Medicaid 6 shall be confidential, and shall not be open to examination other 7 than for purposes directly connected with the administration of the 8 programs, including any investigation, prosecution, or criminal or 9 civil proceeding conducted in connection with the administration of 10 the programs. n. The commissioner shall adopt rules and regulations 11 12 governing the custody, use, and preservation of all records, papers, 13 files, and communications pertaining to the administration of laws 14 relating to NJ FamilyCare and Medicaid. The rules and regulations 15 may include procedures for agencies, public or private, which are 16 engaged in planning, providing, or securing benefits for or on behalf of recipients or applicants, to share or exchange information 17 18 and to make available case records for research purposes, provided 19 that the research will not result in the disclosure of the identity of 20 applicants for or recipients of those benefits. The rules and 21 regulations promulgated pursuant to this subsection shall be binding 22 to all departments, officials, and employees of the State, or any 23 political subdivision of the State. 24 (cf: P.L.2008, c.53, s.2) 25 26 4. Section 11 of P.L.2005, c.156 (C.30:4J-14) is amended to 27 read as follows: 28 11. The Commissioner of Human Services shall [report to the 29 Chairman of the Senate Health, Human Services and Senior 30 Citizens Committee and the Chairmen of the Assembly Health and 31

the effective date of [this act] P.L., c. (C.) (pending
before the Legislature as this bill) and shall issue an annual report
six months later and once each year thereafter. Each report shall be
submitted to the Governor and to the Legislature, pursuant to
section 2 of P.L.1991, c.164 (C.52:14-19.1), and published on the
department's website.

40 The [report] reports shall be prepared with input from the 41 working group established pursuant to section 27 of P.L.2008, c.38, 42 and shall include information on the department's actions, and the 43 outcomes of such actions, to make affordable, quality healthcare 44 coverage available to all children in New Jersey and the extent to 45 which coverage disparities based on income, race, ethnicity, and 46 geography have changed over the reporting period. The reports 47 shall also include the number of persons who are enrolled in the 48 Medicaid and NJ FamilyCare programs pursuant to the provisions

1 of [this act] P.L.2005, c.156 (C.30:4J-8 et al.), the cost of 2 providing coverage for these persons, the status of any Medicaid 3 plan amendments or waivers necessary for implementation of **[**this 4 act] P.L.2005, c.156 (C.30:4J-8 et al.), the status of implementing 5 the enrollment simplification practices for both the NJ FamilyCare 6 and Medicaid programs, and such other information as the 7 commissioner deems appropriate. The commissioner may also 8 include any recommendations for legislation [he deems] deemed 9 necessary to further the purposes of [this act] P.L.2005, c.156 10 (C.30:4J-8 et al.). 11 (cf: P.L.2005, c.156, s.11) 12 13 5. Section 26 of P.L.2008, c.38 (C.30:4J-18) is amended to 14 read as follows: 26. a. The Commissioner of Human Services shall establish an 15 16 enhanced NJ FamilyCare outreach and enrollment initiative to 17 increase public awareness about the availability of, and benefits to 18 enrolling in, Medicaid, NJ FamilyCare, and the [NJ FamilyCare 19 Advantage] buy-in programs. The initiative shall [include] be 20 coordinated with any outreach efforts implemented pursuant to 21 subsection h. of section 5. of P.L. 2005, c.156 or related to 22 enrollment in the State's health insurance Exchange established 23 pursuant to the federal "Patient Protection and Affordable Care 24 Act," Pub.L.111-148, as amended by the "Health Care and Education Reconciliation Act of 2010," Pub.L.111-152, and shall 25 26 include: 27 (1) the provision of training to Exchange enrollment assistors, 28 local officials, and any other pertinent staff, as determined by the 29 commissioner, on the eligibility requirements of the NJ FamilyCare 30 program and how to enroll children in the program; 31 (2) culturally sensitive, Statewide and local media public 32 awareness campaigns addressing the availability of health care 33 coverage for parents and children under the Medicaid and NJ 34 FamilyCare programs and health care coverage for children under 35 the [NJ FamilyCare Advantage] buy-in program[.The initiative 36 shall also include **]**; and 37 (3) the provision of training and support services, upon request, 38 to community groups, legislative district offices, and community-39 based health care providers to enable these parties to assist in 40 enrolling parents and children in the applicable programs. 41 b. In order to fulfill the provisions of subsection a. of this 42 section, there is appropriated to the Department of Human Services: 43 (1) \$2 million from the General Fund for the purposes of

44 <u>funding the outreach efforts of community-based providers who</u>
45 <u>enroll children in Medicaid, NJ FamilyCare, and the buy-in</u>
46 <u>programs. The goal of this appropriation is to enroll as many</u>
47 <u>uninsured children as possible in these programs. Providers shall</u>

1 be required to meet performance standards, as established by the 2 commissioner, in order to receive funds appropriated under this 3 paragraph. (2) \$1 million from the General Fund for the purposes of 4 5 funding demonstration projects, implemented in cooperation with 6 public health agencies, schools, and other local entities, aimed at 7 providing health care for children whose parents or caregivers will 8 not enroll them in Medicaid and NJ FamilyCare and who are likely 9 eligible for those programs. 10 (cf: P.L.2008, c.38, s.26) 11 12 6. Section 27 of P.L.2008, c.38 (C.30:4J-19) is amended to 13 read as follows: 14 27. The Commissioner of Human Services shall establish an 15 Outreach, Enrollment, and Retention Working Group to develop a 16 plan to carry out ongoing and sustainable measures to strengthen 17 outreach to low and moderate income families who may be eligible 18 for Medicaid, NJ FamilyCare, or [NJ FamilyCare Advantage] the 19 buy-in programs, to maximize enrollment in these programs, and to 20 ensure retention of enrollees in these programs. 21 The members of the working group shall include: a. (1) The Commissioners of Human Services, Health, Banking and Insurance, Children and Families, Labor and Workforce Development, Education, and Community Affairs, and the Secretary of Agriculture, or their designees, who shall serve ex officio; and (2) [Six] <u>Ten</u> public members appointed by the Commissioner of Human Services who shall include: one person who represents racial and ethnic minorities in this State; one person who represents managed care organizations that participate in the Medicaid and NJ FamilyCare programs; one person who represents the vendor under contract with the Division of Medical Assistance and Health Services to provide NJ FamilyCare eligibility, enrollment, and 34 health benefit coordinator services to the division; one person who 35 represents New Jersey Policy Perspective; one person who 36 represents the Advocates for Children of New Jersey; [and] one 37 person who represents Legal Services of New Jersey; one person 38 who represents the New Jersey Health Care Quality Institute; one 39 person who represents county navigators; one person who represents the New Jersey for Health Care coalition; and one person 40 41 who represents the New Jersey Alliance for Immigrant Justice. 42 b. As part of the plan, the working group shall: 43 (1) determine if there are obstacles to enrollment of minorities 44 in the State in the Medicaid, NJ FamilyCare, and [NJ FamilyCare] 45 Advantage] <u>buy-in</u> programs due to ethnic and cultural differences and, if so, develop strategies for the Department of Human Services 46 47 to overcome these obstacles and increase enrollment among

48 minorities;

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(2) recommend outreach strategies to identify and enroll all
 eligible children in the Medicaid, NJ FamilyCare, and [NJ
 FamilyCare Advantage] <u>buy-in</u> programs and to retain enrollment
 of children and their parents in the programs;

5 (3) establish monthly enrollment goals for the number of 6 children who need to be enrolled in <u>the</u> Medicaid, NJ FamilyCare, 7 and **[**NJ FamilyCare Advantage] <u>buy-in programs</u> in order to 8 ensure that as many children as possible who are eligible for these 9 programs are enrolled within a reasonable period of time, in 10 accordance with the mandate established pursuant to section 2 of 11 P.L.2008, c.38 (C.26:15-2); and

(4) make such other recommendations to the Commissioner of
Human Services as the working group determines necessary and
appropriate to achieve the purposes of this section.

c. The working group shall organize [as soon as practicable
following the appointment of its members and] and hold a meeting
no later than 60 days following the date of enactment of P.L.

c. (C.) (pending before the Legislature as this bill), and shall
meet at least twice annually thereafter. The working group shall
select a chairperson and vice-chairperson from among the members.
The chairperson shall appoint a secretary who need not be a
member of the working group.

(1) The public members shall serve without compensation, but
shall be reimbursed for necessary expenses incurred in the
performance of their duties and within the limits of funds available
to the working group.

(2) The working group shall be entitled to call to its assistance
and avail itself of the services of the employees of any State,
county, or municipal department, board, bureau, commission, or
agency as it may require and as may be available to it for its
purposes.

d. **[**Upon completion of the plan, the working group shall report on its activities to the chairperson of the Senate and Assembly standing reference committees on health and human services, and include a copy of the plan and any recommendations for legislative action it deems appropriate. **]** (<u>Deleted by</u> <u>amendment, P.L., c. (C.) (pending before the Legislature</u> <u>as this bill).</u>)

e. [The Commissioner of Human Services shall post the plan
on the department's Internet website and include a table showing the
monthly enrollment goals established in the plan and the actual new
and continued enrollments for that month. The commissioner shall
update the table monthly.] (Deleted by amendment, P.L. ,
c. (C.) (pending before the Legislature as this bill).)

45 f. The Department of Human Services shall provide staff46 support to the working group.

47 (cf: P.L.2012, c.17, s.397)

1 7. Section 2 of P.L.1997, c.352 (C.30:4D-6f) is amended to 2 read as follows: 3 2. <u>a.</u> An eligible alien , as defined in section 3 of P.L.1968, 4 c.413 [(C.30:4D-1 et seq.)] (C.30:4D-3), who [otherwise] meets 5 all relevant eligibility criteria [therefor is] for medical assistance under section 6 of P.L.1968, c.413 (C.30:4D-6), shall be entitled to 6 7 receive such medical assistance [provided pursuant to section 6 of 8 P.L.1968, c.413 (C.30:4D-6). An alien who]. 9 b. If a resident of New Jersey, 19 years of age or older, does 10 not qualify for medical assistance as an eligible alien [but who is a 11 resident of New Jersey and <u>under subsection a. of this section, and</u> 12 the resident, but for their immigration status, would otherwise be 13 eligible for medical assistance provided pursuant to section 6 of P.L.1968, c.413 [is] (C.30:4D-6), such resident shall be entitled 14 15 only to receive emergency medical assistance in accordance with 16 the provisions of this subsection. Any medical assistance provided 17 under this subsection shall be limited to the care and services that 18 are necessary for the treatment of an emergency medical condition . 19 as defined in section 1903(v)(3) of the federal Social Security Act (42 U.S.C. s.1396b(v)(3)). 20 21 c. (1) Notwithstanding the provisions of subsection b. of this 22 section to the contrary, if a resident of New Jersey is under 19 years 23 of age, does not qualify for medical assistance as an eligible alien 24 under subsection a. of this section, and would, but for their 25 immigration status, otherwise be eligible for medical assistance 26 provided pursuant to section 6 of P.L.1968, c.413 (C.30:4D-6), the 27 resident shall be entitled to receive the full scope of medical 28 assistance benefits provided pursuant to section 6 of P.L.1968, 29 c.413 (C.30:4D-6), and shall not be subject to the restrictive 30 provisions of subsection b. of this section. The commissioner shall 31 ensure that any resident under 19 years of age who is enrolled in 32 restricted-scope Medicaid under subsection b. of this section, is 33 transitioned to full-scope Medicaid coverage within 30 days after 34 the date of enactment of P.L., c. (C.)(pending before the 35 Legislature as this bill). 36 (2) To the extent allowable, the commissioner shall attempt to 37 maximize federal financial participation in implementing the 38 provisions of this subsection, and shall seek any federal approvals 39 as may be necessary to secure such federal financial participation. 40 If federal financial participation is not available, the benefits and 41 services provided under this subsection shall be funded with State 42 funds only. 43 (3) This subsection shall be implemented only to the extent that 44 it is in compliance with the provisions of section 411(d) of the 45 Personal Responsibility and Work Opportunity Reconciliation Act 46 of 1996 (8 U.S.C. s.1621(d)).

47 (cf: P.L.1997, c.352, s.2)

1 8. Section 2 of P.L.2008, c.38 (C.26:15-2) is amended to read 2 as follows: 3 2. a. Beginning one year after the date of enactment of [this act] P.L.2008, c.38 (C.26:15-1 et seq.), all residents of this State 18 4 5 years of age and younger shall obtain and maintain health care 6 coverage that provides hospital and medical benefits. The coverage 7 may be provided through an employer-sponsored or individual 8 health benefits plan, the Medicaid program, or NJ FamilyCare 9 Program[, or the NJ FamilyCare Advantage buy-in program]. 10 Beginning 18 months after the date of enactment of P.L. , c. (C.)(pending before the Legislature as this bill), coverage 11 12 may also be provided through the buy-in program. b. As used in this section: 13 14 "Medicaid" means the New Jersey Medical Assistance and 15 Health Services Program established pursuant to P.L.1968, c.413 16 (C.30:4D-1 et seq.). 17 "NJ FamilyCare" means the NJ FamilyCare Program established 18 pursuant to P.L.2005, c.156 (C.30:4J-8 et al.). 19 ["NJ FamilyCare Advantage"] <u>"Buy-in program"</u> means the [buy-in] program [established], within the NJ FamilyCare 20 21 program, through which a parent or caregiver whose family income 22 exceeds 400 percent of the poverty level may purchase coverage 23 under NJ FamilyCare for a child under the age of 19, pursuant to 24 subsection j. of section 5 of P.L.2005, c.156 (C.30:4J-12). 25 26 9. This act shall take effect on July 1, 2020. 27 28 29 **STATEMENT** 30 This bill amends various parts of statutory law, and expands NJ 31 32 FamilyCare to ensure healthcare benefits are available to all 33 uninsured children under 19 years of age who live in New Jersey. 34 The bill also amends statutes regarding reporting requirements, 35 outreach and enrollment, and confidentiality and record use within 36 NJ FamilyCare. NJ FamilyCare is the State's publicly funded 37 health insurance program, and includes the Children's Health 38 Insurance Program (CHIP) and Medicaid. As such, this bill also 39 amends the NJ FamilyCare law to reflect the current standards for a "qualified applicant" under CHIP and Medicaid. 40 41 42 **Outreach and Enrollment** 43 The bill revises the law regarding the NJ FamilyCare outreach 44 and enrollment initiative and the Outreach, Enrollment, and 45 Retention Working Group. All references to the NJ FamilyCare Advantage program also have been replaced to indicate the 46 47 establishment of the buy-in program, pursuant to this bill.

1 Pursuant to existing law, and unchanged by the bill, the 2 commissioner is directed to establish an enhanced NJ FamilyCare 3 outreach and enrollment initiative to increase public awareness 4 about the availability of, and benefits to enrolling in, Medicaid, NJ 5 FamilyCare, and the buy-in program, including culturally sensitive, 6 Statewide and local media public awareness campaigns and the 7 provision of training and support services to enable certain entities 8 to assist in enrollment activities.

9 Under the bill, the initiative is also to be coordinated with any 10 outreach efforts related to: 1) the ongoing enrollment initiative 11 coordinated in consultation with the Commissioner of Education, 12 pursuant to_subsection h. of section 5. of P.L.2005, c.156; or 2) 13 enrollment in the State's health insurance Exchange established 14 pursuant to the federal "Patient Protection and Affordable Care 15 Act," Pub.L.111-148, as amended by the "Health Care and 16 Education Reconciliation Act of 2010," Pub.L.111-152. 17 Furthermore, the initiative is to include the provision of training to Exchange enrollment assistors, local officials, and any other 18 19 pertinent staff, as determined by the commissioner, on the 20 eligibility requirements of NJ FamilyCare and how to enroll 21 children in the program.

22 In order to fulfill the provisions of the enhanced NJ FamilyCare 23 outreach and enrollment initiative, the bill appropriates a total of \$3 24 million to the Department of Human Services from the General 25 Fund. Of the \$3 million, \$2 million is for funding the outreach 26 efforts of community-based providers who enroll children in 27 Medicaid, NJ FamilyCare, and the buy-in program. The goal of this 28 appropriation is to enroll as many uninsured children as possible in 29 Providers are required to meet performance these programs. 30 standards, as established by the commissioner, in order to receive 31 such appropriated funds.

32 The remainder of the appropriation is to fund demonstration 33 projects, implemented in cooperation with public health agencies, 34 schools, and other local entities, aimed at providing health care for 35 children whose parents or caregivers will not enroll them in 36 Medicaid and NJ FamilyCare and who are likely eligible for those 37 programs.

38 In addition to the enhanced NJ FamilyCare outreach and 39 enrollment initiative, existing law requires the commissioner to 40 establish an Outreach, Enrollment, and Retention Working Group. 41 Pursuant to section 27 of P.L.2008, c.38, and unchanged by the bill, 42 the goal of the working group is to develop a plan to carry out 43 ongoing and sustainable measures to strengthen outreach to low and 44 moderate income families who may be eligible for Medicaid, NJ 45 FamilyCare, or the buy-in program; to maximize enrollment in 46 these programs; and to ensure retention of enrollees in these 47 programs. The Working Group last submitted a report in May of 48 2009.

1 In addition to the six ex-officio members and six public members 2 of the working group currently required under statute, the bill adds 3 the Commissioner of Children and Families as an ex-officio 4 member and the following three public members: one person who 5 represents the New Jersey Health Care Quality Institute; one person who represents county navigators; one person who represents the 6 7 New Jersey for Health Care coalition; and one person who 8 represents the New Jersey Alliance for Immigrant Justice. 9 Furthermore, the bill directs the working group to organize and hold 10 a meeting no later than 60 days following the date of enactment of 11 the bill, and to meet at least twice annually thereafter.

Under the bill, the commissioner is also directed to provide information regarding other health care programs for which an enrollee may be eligible to any enrollee terminated from the program.

16

17 Expansion on NJ FamilyCare

The bill provides for the expansion of the NJ FamilyCare 18 19 program via three main provisions. First, the bill eliminates 20 language under section 4 of P.L.2005, c.156 (C.30:4J-11) which requires a child under 19 years of age to be a citizen of United 21 22 States or lawfully permitted residence into the United States in 23 order to be a qualified applicant under NJ FamilyCare. The 24 Commissioner of Human Services is to establish regulations to 25 govern the administration of NJ FamilyCare and Medicaid as it 26 pertains to a qualified applicant whose immigration status in the 27 United States requires the applicant's non-emergency health care 28 services to be funded with State funds only.

29 The bill also amends section 2 of P.L.1997, c.352 (C.30:4D-6f) 30 to expressly authorize a resident of New Jersey who is under 19 31 years of age, does not qualify for medical assistance as an eligible 32 alien as defined under current State law, and would, but for their 33 immigration status, otherwise be eligible for medical assistance 34 provided under Medicaid to obtain full medical assistance coverage 35 under Medicaid. The bill directs the commissioner to attempt to 36 maximize federal financial participation in expanding the provision 37 of medical assistance to such children; however, if federal financial 38 participation is not available, any such medical assistance would be 39 financed with State funds only. All residents, 19 years of age or 40 older, who would, but for their immigration status, otherwise be 41 eligible for medical assistance provided under Medicaid would 42 remain ineligible for medical assistance, except in relation to the 43 treatment of an emergency medical condition, as provided for under 44 existing State and federal law. These provisions of the bill would 45 be implemented only to the extent that they are in compliance with 46 the applicable provisions of federal law.

47 Second, the bill expands NJ FamilyCare to include a buy-in 48 option through which a parent or caregiver whose family income

1 exceeds 400 percent of the poverty level may purchase coverage 2 under NJ FamilyCare for a child under the age of 19, who is 3 uninsured, and for whom insurance is not available that covers the 4 child, along with the parent or caregiver, for a premium that costs 5 9.5 percent or less of the household income. Currently, statutory 6 law provides for the NJ FamilyCare Advantage program, a buy-in 7 program for health coverage through which a parent or caregiver 8 whose family income exceeds 350 percent of the poverty level may 9 purchase coverage under NJ FamilyCare for an uninsured child 10 under the age of 19. Horizon Blue Cross Blue Shield of New 11 Jersey, which offered and administered the NJ FamilyCare 12 Advantage program, ceased offering the plan in 2014. Under the bill, the commissioner is required to implement the new buy-in 13 14 program no later than 18 months following the date of enactment of 15 this bill and may require managed care organizations to participate 16 in the buy-in program as a condition for participating in NJ 17 FamilyCare.

18 Regarding the buy-in program, the commissioner is required to: 19 1) establish the premium and cost sharing amounts required to 20 purchase coverage in the program; 2) implement such procedures as 21 to facilitate the enrollment of children under the age of 19 into the 22 buy-in program; 3) develop a streamlined application form for NJ 23 FamilyCare, Medicaid, and the buy-in program; and 4) establish a 24 hardship waiver for part or all of the premium for an eligible child 25 under the program

And third, except as provided under the buy-in program, the billprohibits the establishment of premiums under NJ FamilyCare.

28

29 <u>Reporting Requirements</u>

30 N.J.S.A.30:4J-14 The bill amends and requires the 31 commissioner, with input from Outreach, Enrollment, and Retention 32 Working Group established pursuant to section 27 of P.L.2008, 33 c.38, and as amended by this bill, to issue an interim report six 34 months after the effective date of the bill, and to issue an annual 35 report six months later and once each year thereafter. Each report is to be submitted to the Governor and to the Legislature, and 36 37 published on the department's website.

38 The reports are required to include information on the 39 department's actions, and the outcomes of such actions, to make 40 affordable, quality healthcare coverage available to all children in 41 New Jersey and the extent to which coverage disparities based on 42 income, race, ethnicity, and geography have changed over the 43 reporting period. Existing law also requires the reports to include the number of persons who are enrolled in Medicaid and NJ 44 45 FamilyCare, the cost of providing coverage for these persons, the 46 status of any Medicaid plan amendments or waivers necessary for 47 implementation of NJ FamilyCare, the status of implementing the 48 enrollment simplification practices for both NJ FamilyCare and

Medicaid, and such other information as the commissioner deems
 appropriate. The commissioner may also include any
 recommendations for legislation deemed necessary to further the
 purposes of NJ FamilyCare.

5

6 <u>Confidentiality and Records Use</u>

7 Under the bill, all types of information, whether written or oral, 8 concerning a person, made or kept by any public officer or agency 9 in connection with the administration of NJ FamilyCare and 10 Medicaid shall be confidential, and is not to be open to examination 11 other than for purposes directly connected with the administration 12 of NJ FamilyCare and Medicaid, including any investigation, 13 prosecution, or criminal or civil proceeding conducted in connection with the administration of the programs. 14

15 Furthermore, the commissioner is required to adopt rules and regulations governing the custody, use, and preservation of all 16 17 records, papers, files, and communications pertaining to the administration of laws relating to NJ FamilyCare and Medicaid. 18 19 The rules and regulations may include procedures for agencies, 20 public or private, which are engaged in planning, providing, or 21 securing benefits for or on behalf of recipients or applicants, to 22 share or exchange information and to make available case records 23 for research purposes, provided that the research will not result in 24 the disclosure of the identity of applicants for or recipients of those 25 benefits. Under the bill such rules and regulations are binding to all 26 departments, officials, and employees of the State, or any political subdivision of the State. 27