### 30:4I-4 et al

#### LEGISLATIVE HISTORY CHECKLIST

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LAWS OF: 1999 CHAF	<b>PTER:</b> 170
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- NJSA: 30:4I-4 et al (Eligibility for NJ KidCare)
- **BILL NO**: S1756 (Substituted for A3015 2<sup>nd</sup> Reprint)

SPONSOR(S): DiFrancesco and Robertson

- DATE INTRODUCED: March 15, 1999
- COMMITTEE: ASSEMBLY: Appropriations
  - **SENATE:** Health; Budget & Appropriations
- AMENDED DURING PASSAGE: Yes
- DATE OF PASSAGE: ASSEMBLY: June 14, 1999

**SENATE:** May 24, 1999

DATE OF APPROVAL: July 26, 1999

04750

#### FOLLOWING ARE ATTACHED IF AVAILABLE:

FINAL TEXT OF BILL: 2<sup>nd</sup> Reprint

(Amendments during passage denoted by superscript numbers)

S1756 SPONSORS STATEMENT: (Begins on page	ge 4 of original bill)	Yes
COMMITTEE STATEMENT:	ASSEMBLY:	Yes
	SENATE:	<u>Yes</u> <u>3-15-99 (Health)</u> <u>Yes</u> <u>5-20-99 (Budget)</u>
FLOOR AMENDMENT STATEMENTS:		No
LEGISLATIVE FISCAL ESTIMATE:		Yes
A3015 <u>SPONSORS STATEMENT</u> : (Begins on page		Yes tatement identical to S1756
COMMITTEE STATEMENT:	ASSEMBLY:	<u>Yes 5-17-99</u> Yes 6-3-99
	Identical to Assemb	ly Statement for S1756
	SENATE:	No
FLOOR AMENDMENT STATEMENTS:		No
LEGISLATIVE FISCAL ESTIMATE:		Yes

VETO MESSAGE:	No
<b>GOVERNOR'S PRESS RELEASE ON SIGNING</b> :	Yes
FOLLOWING WERE PRINTED: To check for circulating copies, contact New Jersey State Government Publications at the State Library (609) 278-2640 ext. 102 or refdesk@njstatelib.org	
REPORTS:	No
HEARINGS:	No
NEWSPAPER ARTICLES:	Yes
"Health safety net catches more kids", Newark <u>Star Ledger</u> , 7-27-99, p. 16	

#### P.L. 1999, CHAPTER 170, approved July 26, 1999 Senate, No. 1756 (Second Reprint)

1

AN ACT concerning presumptive eligibility for the Children's Health Care Coverage Program and amending P.L.1997, c.272<sup>2</sup>[and 2 P.L.1991, c.187]<sup>2</sup>. 3 4 5 **BE IT ENACTED** by the Senate and General Assembly of the State 6 of New Jersey: 7 8 1. Section 4 of P.L.1997, c.272 (C.30:4I-4) is amended to read as 9 follows: 4. a. The Children's Health Care Coverage Program is established 10 in the Department of Human Services. The purpose of the program 11 12 shall be to provide subsidized private health insurance coverage, and other health care benefits as determined by the commissioner, to 13 children from birth through 18 years of age within the limits of funds 14 15 appropriated or otherwise made available for the program. The 16 program shall require copayments and a premium contribution from families with incomes which exceed 150% of the official poverty level, 17 which shall be based upon a sliding income scale. The program shall 18 include the provision of well-child and other preventive services, 19 hospitalization, physician care, laboratory and x-ray services, 20 21 prescription drugs, mental health services, and other services as 22 determined by the commissioner. 23 b. The commissioner, in consultation with the Commissioner of 24 Health and Senior Services, shall take such actions as are necessary to 25 implement and operate the program in accordance with the provisions governing the State Children's Health Insurance Program in Title XXI 26 27 of the federal Social Security Act, as provided in Subtitle J of Title IV of the federal "Balanced Budget Act of 1997," Pub.L.105-33. 28 29 c. The commissioner shall by regulation establish standards for determining eligibility and other requirements for the program, 30 31 including, but not limited to, premium payments and copayments, and may contract with one or more appropriate entities to assist in 32 33 administering the program. The commissioner shall take, or cause to 34 be taken, any action necessary to secure for the State the maximum 35 amount of federal financial participation available with respect to the program, subject to the constraints of fiscal responsibility and within 36 37 the limits of available funding in any fiscal year.

38 The commissioner, in consultation with the Commissioner of d. 39 Health and Senior Services, shall provide by regulation for

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

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows:

Senate SHH committee amendments adopted March 15, 1999.

<sup>&</sup>lt;sup>2</sup> Senate SBA committee amendments adopted May 20, 1999.

1 presumptive eligibility for the program in accordance with the 2 following provisions: (1) A child who presents himself for treatment at an acute care 3 4 hospital <sup>1</sup> or a federally qualified health center or <sup>2</sup> [community] local<sup>2</sup> health <sup>2</sup>[center] department<sup>2</sup> that provides primary care<sup>1</sup> shall be 5 deemed presumptively eligible for the program if a preliminary 6 determination by hospital <sup>2</sup>[<sup>1</sup>or],<sup>2</sup> health center<sup>1</sup> <sup>2</sup>or local health 7 8 <u>department</u><sup>2</sup> <u>staff</u> <sup>2</sup>[, or by county welfare agency staff stationed at the</u> hospital pursuant to section 9 of P.L.1991, c.187 (C.26:2H-18.32),]<sup>2</sup> 9 indicates that the child meets program eligibility standards established 10 by regulation of the commissioner <sup>1</sup> and is a member of a household 11 with an income which does not exceed 150% of the official poverty 12 level]<sup>1 2</sup>and is a member of a household with an income which does 13 not exceed 200% of the official poverty level<sup>2</sup>: 14 (2)<sup>1</sup>[Prior to the child being discharged by the hospital, the 15 child's parent shall be required to complete an application for the 16 program which shall be submitted to the Department of Human 17 18 Services for immediate processing; and 19 (3) If the child is determined to be eligible for the program based 20 upon the completed application, the services provided to the child by the hospital shall be eligible for coverage under the program The 21 provisions of paragraph (1) of this subsection shall <sup>2</sup>[not] also<sup>2</sup> apply 22 to a child who is <sup>2</sup>presumed<sup>2</sup> eligible for Medicaid coverage pursuant 23 to P.L.1968, c.413 (C.30:4D-1 et seq.)<sup>2</sup> [but not eligible for coverage 24 <u>under the program</u><sup>2</sup>; 25 (3) If a child is determined to be presumptively eligible for the 26 27 program, the child's parent, guardian or caretaker relative shall be 28 required to submit a completed application for the program no later 29 than the end of the month following the month in which presumptive eligibility is determined <sup>2</sup>[.]; and<sup>2</sup> 30 (4) During the period in which the child is presumptively eligible for 31 the program, the child shall be eligible to receive all services covered 32 33 by the program<sup>1</sup>. (cf: P.L.1997, c.272, s.4) 34 35 36 <sup>2</sup>[2. Section 9 of P.L.1991, c.187 (C.26:2H-18.32) is amended to 37 read as follows: 38 9. The Commissioner of Health and Senior Services, in consultation 39 with the Commissioner of Human Services, shall designate those 40 hospitals at which an employee from the county welfare agency shall 41 be stationed, on either a full or part-time basis, as appropriate, to 42 perform eligibility determinations for the Medicaid program pursuant 43 to P.L.1968, c.413 (C.30:4D-1 et seq.) and the Children's Health Care 44 Coverage Program pursuant to P.L.1997, c.272 (C.30:4I-1 et seq.). 45 A designated hospital shall reimburse the county welfare agency for

### S1756 [2R]

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1 the nonfederal share of costs associated with the county welfare 2 agency employee, as certified by the Commissioner of Human 3 Services. The Commissioner of Human Services shall bill the hospital 4 quarterly for the nonfederal share of costs and reimburse the county 5 welfare agency upon receipt of payment from the hospital. (cf: P.L.1992, c.160, s.26)]<sup>2</sup> 6 7 8 <sup>2</sup>[3. Section 10 of P.L.1991, c.187 (C.30:4D-7a) is amended to 9 read as follows: 10 10. The Commissioner of Human Services shall require that a 11 county welfare agency provide adequate employees to determine 12 Medicaid and Children's Health Care Coverage Program eligibility to any hospital in the county that has been designated by the 13 14 Commissioner of Health and Senior Services pursuant to section 9 of 15 P.L.1991, c.187 (C.26:2H-18.32). The Commissioner of Human Services shall bill the designated 16 17 hospital quarterly for the nonfederal share of costs associated with a county welfare agency employee stationed at the hospital, and 18 19 reimburse the county welfare agency upon receipt of payment from the 20 hospital. (cf: P.L.1991, c.187, s.10)]<sup>2</sup> 21 22 <sup>2</sup>[4.] <u>2.</u><sup>2</sup> This act shall take effect immediately. 23 24 25 26 27 28 Provides for presumptive eligibility for NJ KidCare under certain 29 circumstances.

# SENATE, No. 1756 STATE OF NEW JERSEY 208th LEGISLATURE

INTRODUCED MARCH 15, 1999

Sponsored by: Senator DONALD T. DIFRANCESCO District 22 (Middlesex, Morris, Somerset and Union) Senator NORMAN M. ROBERTSON District 34 (Essex and Passaic)

Co-Sponsored by: Senators Matheussen, Singer, Inverso and Bucco

#### **SYNOPSIS**

Provides for presumptive eligibility for NJ KidCare under certain circumstances.

#### **CURRENT VERSION OF TEXT**

As introduced.



(Sponsorship Updated As Of: 3/16/1999)

2

AN ACT concerning presumptive eligibility for the Children's Health 1 2 Care Coverage Program and amending P.L.1997, c.272 and 3 P.L.1991. c.187. 4 5 **BE IT ENACTED** by the Senate and General Assembly of the State 6 of New Jersey: 7 8 1. Section 4 of P.L.1997, c.272 (C.30:4I-4) is amended to read as 9 follows: 10 4. a. The Children's Health Care Coverage Program is established 11 in the Department of Human Services. The purpose of the program shall be to provide subsidized private health insurance coverage, and 12 13 other health care benefits as determined by the commissioner, to 14 children from birth through 18 years of age within the limits of funds 15 appropriated or otherwise made available for the program. The 16 program shall require copayments and a premium contribution from 17 families with incomes which exceed 150% of the official poverty level, 18 which shall be based upon a sliding income scale. The program shall 19 include the provision of well-child and other preventive services, 20 hospitalization, physician care, laboratory and x-ray services, 21 prescription drugs, mental health services, and other services as 22 determined by the commissioner. 23 b. The commissioner, in consultation with the Commissioner of 24 Health and Senior Services, shall take such actions as are necessary to 25 implement and operate the program in accordance with the provisions 26 governing the State Children's Health Insurance Program in Title XXI 27 of the federal Social Security Act, as provided in Subtitle J of Title IV of the federal "Balanced Budget Act of 1997," Pub.L.105-33. 28 29 c. The commissioner shall by regulation establish standards for 30 determining eligibility and other requirements for the program, 31 including, but not limited to, premium payments and copayments, and 32 may contract with one or more appropriate entities to assist in 33 administering the program. The commissioner shall take, or cause to 34 be taken, any action necessary to secure for the State the maximum 35 amount of federal financial participation available with respect to the 36 program, subject to the constraints of fiscal responsibility and within 37 the limits of available funding in any fiscal year. 38 d. The commissioner, in consultation with the Commissioner of 39 Health and Senior Services, shall provide by regulation for 40 presumptive eligibility for the program in accordance with the 41 following provisions: 42 (1) A child who presents himself for treatment at an acute care 43 hospital shall be deemed presumptively eligible for the program if a

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

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

#### S1756 DIFRANCESCO, ROBERTSON

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1 preliminary determination by hospital staff, or by county welfare 2 agency staff stationed at the hospital pursuant to section 9 of 3 P.L.1991, c.187 (C.26:2H-18.32), indicates that the child meets 4 program eligibility standards established by regulation of the commissioner and is a member of a household with an income which 5 6 does not exceed 150% of the official poverty level; 7 (2) Prior to the child being discharged by the hospital, the child's 8 parent shall be required to complete an application for the program 9 which shall be submitted to the Department of Human Services for 10 immediate processing; and 11 (3) If the child is determined to be eligible for the program based 12 upon the completed application, the services provided to the child by 13 the hospital shall be eligible for coverage under the program. 14 (cf: P.L.1997, c.272, s.4) 15 16 2. Section 9 of P.L.1991, c.187 (C.26:2H-18.32) is amended to read as follows: 17 18 9. The Commissioner of Health and Senior Services, in consultation 19 with the Commissioner of Human Services, shall designate those 20 hospitals at which an employee from the county welfare agency shall 21 be stationed, on either a full or part-time basis, as appropriate, to 22 perform eligibility determinations for the Medicaid program pursuant to P.L.1968, c.413 (C.30:4D-1 et seq.) and the Children's Health Care 23 Coverage Program pursuant to P.L.1997, c.272 (C.30:4I-1 et seq.). 24 25 A designated hospital shall reimburse the county welfare agency for 26 the nonfederal share of costs associated with the county welfare 27 agency employee, as certified by the Commissioner of Human 28 Services. The Commissioner of Human Services shall bill the hospital 29 quarterly for the nonfederal share of costs and reimburse the county welfare agency upon receipt of payment from the hospital. 30 31 (cf: P.L.1992, c.160, s.26) 32 33 3. Section 10 of P.L.1991, c.187 (C.30:4D-7a) is amended to read 34 as follows: 35 10. The Commissioner of Human Services shall require that a 36 county welfare agency provide adequate employees to determine 37 Medicaid and Children's Health Care Coverage Program eligibility to 38 any hospital in the county that has been designated by the 39 Commissioner of Health and Senior Services pursuant to section 9 of 40 P.L.1991, c.187 (C.26:2H-18.32). 41 The Commissioner of Human Services shall bill the designated hospital quarterly for the nonfederal share of costs associated with a 42 county welfare agency employee stationed at the hospital, and 43 44 reimburse the county welfare agency upon receipt of payment from the 45 hospital. (cf: P.L.1991, c.187, s.10) 46

1	4. This act shall take effect immediately.
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4	STATEMENT
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6	This bill provides for the establishment of presumptive eligibility for
7	the Children's Health Care Coverage Program (NJ KidCare)
8	established pursuant to P.L.1997, c.272 (N.J.S.A.30:4I-1 et seq.)
9	under certain circumstances.
10	Specifically, the bill provides that a child who presents himself for
11	treatment at an acute care hospital shall be deemed presumptively
12	eligible for NJ KidCare if a preliminary determination by hospital staff,
13	or by county welfare agency staff who are stationed at the hospital
14	pursuant to N.J.S.A.26:2H-18.32, indicates that the child meets
15	program eligibility standards and is a member of a household with an
16	income which does not exceed 150% of the official poverty level. The
17	bill does require, however, that, prior to the child being discharged by
18	the hospital, the child's parent shall be required to complete a NJ
19	KidCare application which shall be submitted to the Department of
20	Human Services for immediate processing. If the child is determined
21	to be eligible for NJ KidCare based upon the completed application,
22	the services provided to the child by the hospital shall be eligible for
23	coverage under the program.

#### STATEMENT TO

### [Second Reprint] SENATE, No. 1756

## **STATE OF NEW JERSEY**

#### DATED: JUNE 3, 1999

The Assembly Appropriations Committee reports favorably Senate Bill No. 1756 (2R).

Senate Bill No. 1756 (2R) amends the statute governing the Children's Health Care Coverage Program ("NJ KidCare") to provide for a presumption of eligibility for coverage under the program in certain circumstances.

NJ KidCare is a program that provides children from low-income families who are under 19 years of age with subsidized private health insurance coverage, well-child and other preventive services, hospitalization, physician care, laboratory and x-ray services, prescription drugs, mental health services, and other benefits as determined by the Commissioner of Human Services. The program is designed in accordance with the provisions of the "State Children's Health Insurance Program" under Title XXI of the federal Social Security Act and is funded in substantial part with federal funds authorized under that title.

Current law makes no provision for the extension, even in a health emergency, of NJ KidCare coverage to an eligible but non-enrolled family prior to the submission or during the pendency of its enrollment application. To address that situation, this bill provides that a child who presents for treatment at an acute care hospital or a federally qualified health center or local health department that provides primary care shall be deemed presumptively eligible for NJ KidCare if a preliminary determination by hospital, health center, or health department staff indicates that the child (a) meets program eligibility standards, and (b) is a member of a household with an income that does not exceed 200% of the federal poverty level.

The bill provides that whenever a child is determined to be presumptively eligible for NJ KidCare, the child's parent, guardian or caretaker relative must submit a completed application for NJ KidCare by the end of the month following the month in which presumptive eligibility was determined.

The bill stipulates that during the period in which the child is presumptively eligible for NJ KidCare, the child shall be eligible to receive all services covered by the program.

As reported by this committee, this bill is identical to Assembly Bill No. 3015 (1R) as amended and reported by this committee.

#### FISCAL IMPACT:

This bill has no incremental cost because most children who would qualify for NJ KidCare through presumptive eligibility will qualify for the program once their applications are processed. The program currently covers about 30,000 children, although the Department of Human Services originally estimated that over 100,000 would qualify and funding was provided to meet that estimated enrollment. State matching funds of approximately \$47.6 million, combined with federal funds, will provide \$136 million annually for NJ KidCare. These State and federal funds are expected to be sufficient to cover any increase in the number of children participating in NJ KidCare as a result of the presumptive eligibility provisions.

#### SENATE HEALTH COMMITTEE

#### STATEMENT TO

#### **SENATE, No. 1756**

with committee amendments

## **STATE OF NEW JERSEY**

#### DATED: MARCH 15, 1999

The Senate Health Committee reports favorably and with committee amendments Senate Bill No. 1756.

As amended by the committee, this bill provides for the establishment of presumptive eligibility for the Children's Health Care Coverage Program (NJ KidCare) established pursuant to N.J.S.A.30:4I-1 et seq. under certain circumstances.

Specifically, the bill provides that a child who presents himself for treatment at an acute care hospital or a federally qualified health center or community health center that provides primary care shall be deemed presumptively eligible for NJ KidCare if a preliminary determination by hospital or health center staff, or by county welfare agency staff who are stationed at the hospital pursuant to N.J.S.A.26:2H-18.32, indicates that the child meets program eligibility standards.

The bill provides, however, that:

- the provisions providing for presumptive eligibility shall not apply to a child who is eligible for Medicaid coverage but not eligible for coverage under NJ KidCare; and
- if a child is determined to be presumptively eligible for NJ KidCare, the child's parent, guardian or caretaker relative shall be required to submit a completed application for NJ KidCare no later than the end of the month following the month in which presumptive eligibility was determined.

The bill stipulates that during the period in which the child is presumptively eligible for NJ KidCare, the child shall be eligible to receive all services covered by the program.

The committee amended the bill to:

-- permit presumptive eligibility for NJ KidCare to be established for a child who presents himself for treatment at a federally qualified health center or community health center that provides primary care (in addition to an acute care hospital);

-- clarify that presumptive eligibility shall not apply to a child who is eligible for Medicaid coverage but not eligible for NJ KidCare coverage;

-- delete the limitation that the presumptive eligibility shall apply

only to a child who is a member of a household with an income which does not exceed 150% of the official poverty level, and provide, instead, that it shall apply to any child who meets program eligibility standards established by the Commissioner of Human Services;

-- require the parent, guardian or caretaker relative of a child who is determined to be presumptively eligible for NJ KidCare to submit a completed NJ KidCare application no later than the end of the month following the month in which presumptive eligibility is determined; and

-- stipulate that during the period in which the child is presumptively eligible for NJ KidCare, the child shall be eligible to receive all services covered by the program.

#### SENATE BUDGET AND APPROPRIATIONS COMMITTEE

#### STATEMENT TO

### [First Reprint] SENATE, No. 1756

with committee amendments

## STATE OF NEW JERSEY

#### DATED: MAY 20, 1999

The Senate Budget and Appropriations Committee reports favorably and with committee amendments Senate Bill No. 1756 (1R).

This bill amends the statute governing the Children's Health Care Coverage Program ("NJ KidCare") to provide for a presumption of eligibility for coverage under the program in certain circumstances.

NJ KidCare is a program that provides children from low-income families who are under 19 years of age with subsidized private health insurance coverage, well-child and other preventive services, hospitalization, physician care, laboratory and x-ray services, prescription drugs, mental health services, and other benefits as determined by the Commissioner of Human Services. The program is designed in accordance with the provisions of the "State Children's Health Insurance Program" under Title XXI of the federal Social Security Act and is funded in substantial part with federal funds authorized under that title.

Current law makes no provision for the extension, even in a health emergency, of NJ KidCare coverage to an eligible but non-enrolled family prior to the submission or during the pendency of its enrollment application. To address that situation, this bill, as amended, provides that a child who presents himself for treatment at an acute care hospital or a federally qualified health center or local health department that provides primary care shall be deemed presumptively eligible for NJ KidCare if a preliminary determination by hospital, health center, or health department staff indicates that the child (a) meets program eligibility standards, and (b) is a member of a household with an income that does not exceed 200% of the official poverty level.

The bill provides that whenever a child is determined to be presumptively eligible for NJ KidCare, the child's parent, guardian or caretaker relative must submit a completed application for NJ KidCare by the end of the month following the month in which presumptive eligibility was determined.

The bill stipulates that during the period in which the child is

presumptively eligible for NJ KidCare, the child shall be eligible to receive all services covered by the program.

#### **COMMITTEE AMENDMENTS**

Committee amendments to this bill (1) revise the list of health facilities at which the determination of a child's presumptive eligibility for NJ KidCare program coverage may be made by replacing "community health centers" with "local health departments", (2) delete a provision authorizing county welfare agency staff to make such a determination, (3) incorporate the requirement that such presumed eligibility include a preliminary determination of income qualification, and (4) permit children presumed eligible for Medicaid coverage to receive a determination of presumptive eligibility for NJ KidCare coverage in the same manner as authorized for other children under the bill.

#### FISCAL IMPACT

There is no additional cost associated with the legislation, as most children who would qualify for NJ KidCare through presumptive eligibility would qualify for the program once their application is processed. The program currently covers about 30,000 children although DHS originally estimated that over 100,000 would qualify and funding was provided to meet that estimated enrollment. State matching funds of approximately \$47.6 million, combined with federal funds, would provide \$136 million annually for NJ KidCare. These State and federal funds should be sufficient to cover any increase in the number of children participating in NJ KidCare as a result of the presumptive eligibility requirement.

# [First Reprint] SENATE, No. 1756

## STATE OF NEW JERSEY 208th LEGISLATURE

DATED: JUNE 29, 1999

#### **BILL SUMMARY**

Senate Bill No. 1756 (1R) of 1999 provides for establishment of presumptive eligibility in the NJ KidCare program under certain circumstances. Specifically, a child who presents himself for treatment at an acute care hospital or a federally qualified health center or community health center that provides primary care will be considered presumptively eligible for NJ KidCare and all services covered by the program if a preliminary determination by hospital or health center staff, or by county welfare agency staff who are stationed at the hospital pursuant to N.J.S.A.26:2H-18.32, indicates that the child meets program eligibility standards. If determined presumptively eligible for NJ KidCare, the child's parent, guardian or caretaker relative would be required to submit a completed application for NJ KidCare no later than the end of the month following the month in which presumptive eligibility was determined.

#### **AGENCY COMMENTS**

DHS and the Office of Management and Budget have not provided any fiscal information on the legislation.

#### **OFFICE OF LEGISLATIVE SERVICES COMMENTS**

There is no additional cost associated with the legislation, as most children who would qualify for NJ KidCare through presumptive eligibility would qualify for NJ KidCare once their application is processed. The program currently covers about 30,000 children although DHS originally estimated that over 100,000 would qualify and funding was provided to meet the estimated enrollment. State matching funds of approximately \$47.6 million, combined with federal funds would provide \$136 million annually for NJ KidCare. These State and federal funds should be sufficient to cover any increase in the number of children participating in NJ KidCare as a result of the presumptive eligibility requirement.

This fiscal estimate has been prepared pursuant to P.L.1980, c.67.

# ASSEMBLY, No. 3015 STATE OF NEW JERSEY 208th LEGISLATURE

INTRODUCED MARCH 18, 1999

Sponsored by: Assemblyman JOHN V. KELLY District 36 (Bergen, Essex and Passaic) Assemblyman PAUL DIGAETANO District 36 (Bergen, Essex and Passaic)

**Co-Sponsored by:** 

Assemblymen Thompson, Luongo, Corodemus, Gibson, Geist, Assemblywoman Heck, Assemblymen Azzolina, T.Smith, Blee, Assemblywoman Crecco, Assembymen Malone, Cottrell, Asselta, Zecker, Russo, Assemblywoman Vandervalk and Assemblyman LeFevre

#### SYNOPSIS

Provides for presumptive eligibility for NJ KidCare under certain circumstances.

#### **CURRENT VERSION OF TEXT**

As introduced.



(Sponsorship Updated As Of: 5/4/1999)

2

AN ACT concerning presumptive eligibility for the Children's Health 1 2 Care Coverage Program and amending P.L.1997, c.272 and 3 P.L.1991, c.187. 4 5 **BE IT ENACTED** by the Senate and General Assembly of the State 6 of New Jersey: 7 8 1. Section 4 of P.L.1997, c.272 (C.30:4I-4) is amended to read as 9 follows: 10 4. a. The Children's Health Care Coverage Program is established 11 in the Department of Human Services. The purpose of the program 12 shall be to provide subsidized private health insurance coverage, and 13 other health care benefits as determined by the commissioner, to 14 children from birth through 18 years of age within the limits of funds appropriated or otherwise made available for the program. The 15 16 program shall require copayments and a premium contribution from 17 families with incomes which exceed 150% of the official poverty level, 18 which shall be based upon a sliding income scale. The program shall 19 include the provision of well-child and other preventive services, 20 hospitalization, physician care, laboratory and x-ray services, prescription drugs, mental health services, and other services as 21 22 determined by the commissioner. b. The commissioner, in consultation with the Commissioner of 23 24 Health and Senior Services, shall take such actions as are necessary to 25 implement and operate the program in accordance with the provisions 26 governing the State Children's Health Insurance Program in Title XXI 27 of the federal Social Security Act, as provided in Subtitle J of Title IV of the federal "Balanced Budget Act of 1997," Pub.L.105-33. 28 29 c. The commissioner shall by regulation establish standards for 30 determining eligibility and other requirements for the program, 31 including, but not limited to, premium payments and copayments, and 32 may contract with one or more appropriate entities to assist in 33 administering the program. The commissioner shall take, or cause to 34 be taken, any action necessary to secure for the State the maximum 35 amount of federal financial participation available with respect to the 36 program, subject to the constraints of fiscal responsibility and within 37 the limits of available funding in any fiscal year. 38 d. The commissioner, in consultation with the Commissioner of 39 Health and Senior Services, shall provide by regulation for 40 presumptive eligibility for the program in accordance with the 41 following provisions: 42 (1) A child who presents himself for treatment at an acute care 43 hospital shall be deemed presumptively eligible for the program if a

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

### A3015 KELLY, DIGAETANO

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1 preliminary determination by hospital staff, or by county welfare 2 agency staff stationed at the hospital pursuant to section 9 of 3 P.L.1991, c.187 (C.26:2H-18.32), indicates that the child meets 4 program eligibility standards established by regulation of the commissioner and is a member of a household with an income which 5 6 does not exceed 150% of the official poverty level; 7 (2) Prior to the child being discharged by the hospital, the child's 8 parent shall be required to complete an application for the program 9 which shall be submitted to the Department of Human Services for 10 immediate processing; and 11 (3) If the child is determined to be eligible for the program based 12 upon the completed application, the services provided to the child by 13 the hospital shall be eligible for coverage under the program. 14 (cf: P.L.1997, c.272, s.4) 15 16 2. Section 9 of P.L.1991, c.187 (C.26:2H-18.32) is amended to 17 read as follows: 18 9. The Commissioner of Health and Senior Services, in consultation 19 with the Commissioner of Human Services, shall designate those 20 hospitals at which an employee from the county welfare agency shall 21 be stationed, on either a full or part-time basis, as appropriate, to 22 perform eligibility determinations for the Medicaid program pursuant 23 to P.L.1968, c.413 (C.30:4D-1 et seq.) and the Children's Health Care 24 Coverage Program pursuant to P.L.1997, c.272 (C.30:4I-1 et seq.). 25 A designated hospital shall reimburse the county welfare agency for 26 the nonfederal share of costs associated with the county welfare 27 agency employee, as certified by the Commissioner of Human 28 Services. The Commissioner of Human Services shall bill the hospital 29 quarterly for the nonfederal share of costs and reimburse the county 30 welfare agency upon receipt of payment from the hospital. (cf: P.L.1992, c.160, s.26) 31 32 33 3. Section 10 of P.L.1991, c.187 (C.30:4D-7a) is amended to read 34 as follows: 35 10. The Commissioner of Human Services shall require that a 36 county welfare agency provide adequate employees to determine 37 Medicaid and Children's Health Care Coverage Program eligibility to 38 any hospital in the county that has been designated by the 39 Commissioner of Health and Senior Services pursuant to section 9 of 40 P.L.1991, c.187 (C.26:2H-18.32). 41 The Commissioner of Human Services shall bill the designated hospital quarterly for the nonfederal share of costs associated with a 42 43 county welfare agency employee stationed at the hospital, and 44 reimburse the county welfare agency upon receipt of payment from the 45 hospital. (cf: P.L.1991, c.187, s.10) 46

1	4. This act shall take effect immediately.
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3	
4	STATEMENT
5	
6	This bill provides for the establishment of presumptive eligibility for
7	the Children's Health Care Coverage Program (NJ KidCare)
8	established pursuant to P.L.1997, c.272 (N.J.S.A.30:4I-1 et seq.)
9	under certain circumstances.
10	Specifically, the bill provides that a child who presents himself for
11	treatment at an acute care hospital shall be deemed presumptively
12	eligible for NJ KidCare if a preliminary determination by hospital staff,
13	or by county welfare agency staff who are stationed at the hospital
14	pursuant to N.J.S.A.26:2H-18.32, indicates that the child meets
15	program eligibility standards and is a member of a household with an
16	income which does not exceed 150% of the official poverty level. The
17	bill does require, however, that, prior to the child being discharged by
18	the hospital, the child's parent shall be required to complete a NJ
19	KidCare application which shall be submitted to the Department of
20	Human Services for immediate processing. If the child is determined
21	to be eligible for NJ KidCare based upon the completed application,
22	the services provided to the child by the hospital shall be eligible for
23	coverage under the program.

#### ASSEMBLY HEALTH COMMITTEE

#### STATEMENT TO

#### ASSEMBLY, No. 3015

with committee amendments

## **STATE OF NEW JERSEY**

#### DATED: MAY 17, 1999

The Assembly Health Committee reports favorably and with committee amendments Assembly Bill No. 3015.

As amended by the committee, this bill provides for the establishment of presumptive eligibility for the Children's Health Care Coverage Program (NJ KidCare) established pursuant to N.J.S.A.30:4I-1 et seq. under certain circumstances.

Specifically, the bill provides that a child who presents himself for treatment at an acute care hospital or a federally qualified health center or local health department that provides primary care shall be deemed presumptively eligible for NJ KidCare if a preliminary determination by hospital, health center or local health department staff indicates that the child meets program eligibility standards.

The bill provides, however, that:

- the provisions providing for presumptive eligibility shall not apply to a child who is eligible for Medicaid coverage but not eligible for coverage under NJ KidCare; and
- if a child is determined to be presumptively eligible for NJ KidCare, the child's parent, guardian or caretaker relative shall be required to submit a completed application for NJ KidCare no later than the end of the month following the month in which presumptive eligibility was determined.

The bill stipulates that during the period in which the child is presumptively eligible for NJ KidCare, the child shall be eligible to receive all services covered by the program.

The committee amended the bill to:

-- permit presumptive eligibility for NJ KidCare to be established for a child who presents himself for treatment at a federally qualified health center or local health department that provides primary care (in addition to an acute care hospital);

-- delete the provisions with respect to county welfare agency staff who are stationed at the hospital pursuant to N.J.S.A.26:2H-18.32 performing eligibility determinations for NJ KidCare;

-- clarify that presumptive eligibility shall also apply to a child who is presumed eligible for Medicaid coverage;

-- provide that presumptive eligibility shall apply only to a child who is a member of a household with an income which does not exceed 200% (rather than 150%) of the official poverty level and meets program eligibility standards established by the Commissioner of Human Services;

-- require the parent, guardian or caretaker relative of a child who is determined to be presumptively eligible for NJ KidCare to submit a completed NJ KidCare application no later than the end of the month following the month in which presumptive eligibility is determined; and

-- stipulate that during the period in which the child is presumptively eligible for NJ KidCare, the child shall be eligible to receive all services covered by the program.

As reported by the committee, this bill is similar to Senate Bill No. 1756 (1R) (DiFrancesco/Robertson), which is currently pending in the Senate Budget and Appropriations Committee.

#### STATEMENT TO

### [First Reprint] ASSEMBLY, No. 3015

with Assembly committee amendments

## **STATE OF NEW JERSEY**

#### **DATED: JUNE 3, 1999**

The Assembly Appropriations Committee reports favorably Assembly Bill No. 3015 (1R) with committee amendments.

Assembly Bill No. 3015 (1R), as amended, amends the statute governing the Children's Health Care Coverage Program ("NJ KidCare") to provide for a presumption of eligibility for coverage under the program in certain circumstances.

NJ KidCare is a program that provides children from low-income families who are under 19 years of age with subsidized private health insurance coverage, well-child and other preventive services, hospitalization, physician care, laboratory and x-ray services, prescription drugs, mental health services, and other benefits as determined by the Commissioner of Human Services. The program is designed in accordance with the provisions of the "State Children's Health Insurance Program" under Title XXI of the federal Social Security Act and is funded in substantial part with federal funds authorized under that title.

Current law makes no provision for the extension, even in a health emergency, of NJ KidCare coverage to an eligible but non-enrolled family prior to the submission or during the pendency of its enrollment application. To address that situation, this bill provides that a child who presents for treatment at an acute care hospital or a federally qualified health center or local health department that provides primary care shall be deemed presumptively eligible for NJ KidCare if a preliminary determination by hospital, health center, or health department staff indicates that the child (a) meets program eligibility standards, and (b) is a member of a household with an income that does not exceed 200% of the federal poverty level.

The bill provides that whenever a child is determined to be presumptively eligible for NJ KidCare, the child's parent, guardian or caretaker relative must submit a completed application for NJ KidCare by the end of the month following the month in which presumptive eligibility was determined. The bill stipulates that during the period in which the child is presumptively eligible for NJ KidCare, the child shall be eligible to receive all services covered by the program.

As amended and reported by this committee, this bill is identical to Senate Bill No. 1756 (2R) as reported by this committee.

#### FISCAL IMPACT:

This bill has no incremental cost because most children who would qualify for NJ KidCare through presumptive eligibility will qualify for the program once their applications are processed. The program currently covers about 30,000 children, although the Department of Human Services originally estimated that over 100,000 would qualify and funding was provided to meet that estimated enrollment. State matching funds of approximately \$47.6 million, combined with federal funds, will provide \$136 million annually for NJ KidCare. These State and federal funds are expected to be sufficient to cover any increase in the number of children participating in NJ KidCare as a result of the presumptive eligibility provisions.

#### **COMMITTEE AMENDMENTS:**

The amendments change a technical reference in the title of the bill.

### LEGISLATIVE FISCAL ESTIMATE

### [Second Reprint] ASSEMBLY, No. 3015

## STATE OF NEW JERSEY 208th LEGISLATURE

DATED: JULY 6, 1999

#### **BILL SUMMARY**

Assembly Bill No. 3015 (2R) of 1999 provides for the establishment of presumptive eligibility for the Children's Health Care Coverage Program (NJ KidCare) under certain circumstances. Specifically, the bill provides that a child who presents himself for treatment at an acute care hospital, a federally qualified health center or local health department that provides primary care shall be deemed presumptively eligible for NJ KidCare, if a preliminary determination indicates that the child meets program eligibility standards. Presumptive eligibility applies only to a child who is a member of a household with an income which does not exceed 200% of the official federal poverty level.

#### **AGENCY COMMENTS**

The Department of Human Services (DHS) and the Office of Management and Budget have not provided any fiscal information on the legislation.

#### **OFFICE OF LEGISLATIVE SERVICES COMMENTS**

There is no additional cost associated with the legislation as most children would qualify for NJ KidCare once their application is processed. The program currently covers about 30,000 children although DHS originally estimated that over 100,000 would qualify for the program and funding was provided to meet the estimated enrollment. Approximately \$136 million in State and federal funds are available in FY1999 and FY2000, respectively, to pay for costs of NJ KidCare. These State and federal funds should be sufficient to cover any increase in the number of children participating in NJ KidCare as a result of the presumptive eligibility requirement. This legislative fiscal estimate has been produced by the Office of Legislative Services due to the failure of the Executive Branch to respond to our request for a fiscal note.

This fiscal estimate has been prepared pursuant to P.L.1980, c.67.

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RELEASE: July 26, 1999

#### Governor Signs Bills Expanding NJ KidCare Program to Thousands More Children; Spends Day Touring Monmouth County

New Jersey Gov. Christie Whitman today signed legislation to expand the NJ KidCare program, making affordable health insurance available to tens of thousands additional New Jersey children.

"NJ KidCare was established to ensure that uninsured children get the medical care they need," said Gov. Whitman.

"Today we are expanding the NJ KidCare program to assist hard- working families who are struggling to pay for their own individual health insurance plan. We are ensuring that New Jersey families earning the maximum annual income allowed under federal law qualify for the program. And we are increasing our efforts to contact each and every family with children who could be eligible to benefit from NJ KidCare," the Governor said.

Gov. Whitman signed the expansive health care legislation at Brookdale Community College in Lincroft during a day-long tour of Monmouth County.

The legislation, a package of four bills, is intended to increase the number of children in NJ KidCare by expanding the eligibility requirements and by expanding public awareness of the program eligibility and benefits.

**S-1659**, sponsored by Senators Richard Codey (D-Essex) and Joseph Vitale (D-Middlesex) and Assembly Members Herbert Conaway (D-Burlington/Camden) and Charlotte Vandervalk (R-Bergen), removes the unintended obstacle of a six-month uninsured waiting period before becoming eligible for NJ KidCare for working families who are struggling to pay their own individual health insurance costs.

**S-1758**, sponsored by Senate President Donald DiFrancesco and Senator Jack Sinagra (R-Middlesex) and Assembly Members Tom Smith (R-Monmouth) and Steve Coredemus (R-Monmouth) increases the eligible income to include families making between 200 and 350 percent of the federal poverty level. Under these expanded guidelines, a family of four with an annual income of \$58,450 would qualify for NJ KidCare, up from the former limit of \$33,400.

In addition to the expansion of who is eligible for the NJ KidCare, the new legislation is intended to increase public awareness of the program.

## Office of the Governor **NEWS RELEASE**

Gov. Whitman said, "The expansion of NJ KidCare will be wasted if we don't increase awareness of the program. These bills specifically address the need for increased enrollment efforts."

**S-1756**, sponsored by Senate President Donald DiFrancesco and Senator Norman Robertson (R-Essex/Passaic) and Assembly Members John Kelly (R-Bergen/Essex/Passaic) and Paul DiGaetano (R-Bergen/Essex/Passaic) allows certain children who are eligible, but not yet enrolled in the program, to receive NJ KidCare benefits for needed medical services at acute-care hospitals, federally-qualified health centers and local health department facilities. The family must be evaluated in an interview and, if the family income appears to meet the qualification of up to 200 percent of the federal poverty level, they are given "presumptive eligibility" for benefits. This must be followed up with a completed application and income evaluation to continue receiving NJ KidCare benefits.

**S-1757**, sponsored by Senate President Donald DiFrancesco and Senator Diane Allen (R-Burlington/Camden) and Assembly Members Samuel Thompson (R-Middlesex/ Monmouth) and Joseph Azzolina (R-Middlesex/Monmouth) establishes partnerships between NJ KidCare and schools, childcare organizations and health care entities to actively reach out to families to identify children eligible for NJ KidCare. The designated community organizations will receive \$25 for each household enrolled in the program. The bill provides \$75,000 to carry out the enrollment program.

The bill signing in Lincroft was one of many events the Governor attended around Monmouth County today. She began the day at the Vietnam Veterans Memorial in Holmdel to participate in the unveiling of a US Postal Service stamp commemorating Vietnam War Veterans.

During a stop at the Hall of Records in Freehold Borough, Gov. Whitman presented a ceremonial check for \$430 million to the Monmouth County Freeholders. The check represents a combination of school aid, municipal aid, various special appropriations, open space preservation funds and the first phase of the New Jersey SAVER property tax rebate program.

The Governor also visited the newly-constructed Aberdeen-Matawan train station in Aberdeen. The station serves 3,400 travelers daily and is one of five in the NJ TRANSIT North Jersey Coast Line slated to receive high-level platforms, accessible by stairs and ramps, to comply with the Americans with Disabilities Act. The station project costs \$7.1 million, 0funded by the Casino Reinvestment Development Authority and Transportation Act Fund monies. It is scheduled to be completed in the fall of 1999.

And in Allenhurst, the Governor presented a \$350,000 ceremonial check to the Deal Lake Commission for the lake restoration project. The state funds, from the 1996 bond act approved by voters for the revitalization of New Jersey's ports and lakes, will be matched by in-kind services from the Deal Lake Commission, the Colonial Terrace Protective Assoc., and Ocean Twp.

The Governor concluded the day's events visiting with local residents on walking tours, first through historic Red Bank, home of author and critic Edmund Wilson and jazz great Count Basie, and then through the 95-year-old Keansburg Amusement Park.