

5389--A

2013-2014 Regular Sessions

I N A S S E M B L Y

February 25, 2013

Introduced by M. of A. GOTTFRIED, ABINANTI, BENEDETTO, BOYLAND, BRONSON, BROOK-KRASNY, COLTON, CRESPO, CYMBROWITZ, DINOWITZ, ENGLEBRIGHT, ESPINAL, GANTT, HIKIND, JACOBS, JAFFEE, KAVANAGH, KELLNER, LAVINE, LIFTON, LUPARDO, MAISEL, PEOPLES-STOKES, ROBERTS, ROSA, ROSENTHAL, SEPULVEDA, STECK, STEVENSON, SWEENEY, TITONE, TITUS, WEINSTEIN, SCHIMEL, RODRIGUEZ -- Multi-Sponsored by -- M. of A. ABBATE, AUBRY, BARRON, BRENNAN, CAHILL, CAMARA, CLARK, COOK, FAHY, FARRELL, GIBSON, GLICK, GUNTHER, HEASTIE, HOOPER, LENTOL, V. LOPEZ, MAGEE, MAGNARELLI, MARKEY, MAYER, McDONALD, MILLMAN, MOSLEY, O'DONNELL, ORTIZ, PAULIN, PERRY, PRETLOW, RAMOS, RIVERA, ROBINSON, ROZIC, SCARBOROUGH, SKARTADOS, THIELE, WEISENBERG, WEPRIN, WRIGHT -- read once and referred to the Committee on Health -- committee discharged, bill amended, ordered reprinted as amended and recommitted to said committee

AN ACT to amend the public health law and the state finance law, in relation to establishing New York Health

THE PEOPLE OF THE STATE OF NEW YORK, REPRESENTED IN SENATE AND ASSEMBLY, DO ENACT AS FOLLOWS:

1 Section 1. Legislative findings and intent. 1. The state constitution  
2 states: "The protection and promotion of the health of the inhabitants  
3 of the state are matters of public concern and provision therefor shall  
4 be made by the state and by such of its subdivisions and in such manner,  
5 and by such means as the legislature shall from time to time determine."  
6 (Article XVII, S3.) The legislature finds and declares that all resi-  
7 dents of the state have the right to health care. New Yorkers - as indi-  
8 viduals, employers, and taxpayers - have experienced a rapid rise in the  
9 cost of health care and coverage in recent years. This increase has  
10 resulted in a large number of people without health coverage. Businesses  
11 have also experienced extraordinary increases in the costs of health  
12 care benefits for their employees. An unacceptable number of New Yorkers  
13 have no health coverage, and many more are severely underinsured. Health  
14 care providers are also affected by inadequate health coverage in New

EXPLANATION--Matter in ITALICS (underscored) is new; matter in brackets  
[ ] is old law to be omitted.

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1 York state. A large portion of voluntary and public hospitals, health  
2 centers and other providers now experience substantial losses due to the  
3 provision of care that is uncompensated. Individuals often find that  
4 they are deprived of affordable care and choice because of decisions by  
5 health plans guided by the plan's economic needs rather than their  
6 health care needs. To address the fiscal crisis facing the health care  
7 system and the state and to assure New Yorkers can exercise their right  
8 to health care, affordable and comprehensive health coverage must be  
9 provided. Pursuant to the state constitution's charge to the legislature  
10 to provide for the health of New Yorkers, this legislation is an enact-  
11 ment of state concern for the purpose of establishing a comprehensive  
12 universal single-payer health care coverage program and a health care  
13 cost control system for the benefit of all residents of the state of New  
14 York.

15 2. It is the intent of the Legislature to create the New York Health  
16 program to provide a universal health plan for every New Yorker, funded  
17 by broad-based revenue based on ability to pay. The state shall work to  
18 obtain waivers relating to Medicaid, Family Health Plus, Child Health  
19 Plus, Medicare, the Patient Protection and Affordable Care Act, and any  
20 other appropriate federal programs, under which federal funds and other  
21 subsidies that would otherwise be paid to New York State and New Yorkers  
22 for health coverage that will be equaled or exceeded by New York Health  
23 will be paid by the federal government to New York State and deposited  
24 in the New York Health trust fund. Under such a waiver, health coverage  
25 under those programs will be replaced and merged into New York Health,  
26 which will operate as a true single-payer program.

27 If such a waiver is not obtained, the state shall use state plan  
28 amendments and seek waivers to maximize, and make as seamless as possi-  
29 ble, the use of federally-matched health programs and federal health  
30 programs in New York Health. Thus, even where other programs such as  
31 Medicaid or Medicare may contribute to paying for care, it is the goal  
32 of this legislation that the coverage will be delivered by New York  
33 Health and, as much as possible, the multiple sources of funding will be  
34 pooled with other New York Health funds and not be apparent to New York  
35 Health members or participating providers. This program will promote  
36 movement away from fee-for-service payment, which tends to reward quan-  
37 tity and requires excessive administrative expense, and towards alter-  
38 nate payment methodologies, such as global or capitated payments to  
39 providers or health care organizations, that promote quality, efficien-  
40 cy, investment in primary and preventive care, and innovation and inte-  
41 gration in the organizing of health care.

42 3. This act does not create any employment benefit, nor does it  
43 require, prohibit, or limit the providing of any employment benefit.

44 4. In order to promote improved quality of, and access to, health care  
45 services and promote improved clinical outcomes, it is the policy of the  
46 state to encourage cooperative, collaborative and integrative arrange-  
47 ments among health care providers who might otherwise be competitors,  
48 under the active supervision of the commissioner of health. It is the  
49 intent of the state to supplant competition with such arrangements and  
50 regulation only to the extent necessary to accomplish the purposes of  
51 this act, and to provide state action immunity under the state and  
52 federal antitrust laws to health care providers, particularly with  
53 respect to their relations with the single-payer New York Health plan  
54 created by this act.

1 S 2. Article 50 and sections 5000, 5001, 5002 and 5003 of the public  
2 health law are renumbered article 80 and sections 8000, 8001, 8002 and  
3 8003, respectively, and a new article 51 is added to read as follows:

## ARTICLE 51

## NEW YORK HEALTH

6 SECTION 5100. DEFINITIONS.

7 5101. PROGRAM CREATED.

8 5102. BOARD OF TRUSTEES.

9 5103. ELIGIBILITY AND ENROLLMENT.

10 5104. BENEFITS.

11 5105. HEALTH CARE PROVIDERS; CARE COORDINATION; PAYMENT METHOD-  
12 OLOGIES.

13 5106. HEALTH CARE ORGANIZATIONS.

14 5107. PROGRAM STANDARDS.

15 5108. REGULATIONS.

16 5109. PROVISIONS RELATING TO FEDERAL HEALTH PROGRAMS.

17 5110. ADDITIONAL PROVISIONS.

18 S 5100. DEFINITIONS. AS USED IN THIS ARTICLE, THE FOLLOWING TERMS  
19 SHALL HAVE THE FOLLOWING MEANINGS, UNLESS THE CONTEXT CLEARLY REQUIRES  
20 OTHERWISE:

21 1. "BOARD" MEANS THE BOARD OF TRUSTEES OF THE NEW YORK HEALTH PROGRAM  
22 CREATED BY SECTION FIFTY-ONE HUNDRED TWO OF THIS ARTICLE, AND "TRUSTEE"  
23 MEANS A TRUSTEE OF THE BOARD.

24 2. "CARE COORDINATION" MEANS SERVICES PROVIDED BY A CARE COORDINATOR  
25 UNDER PARAGRAPH (B) OF SUBDIVISION TWO OF SECTION FIFTY-ONE HUNDRED FIVE  
26 OF THIS ARTICLE.

27 3. "CARE COORDINATOR" MEANS AN INDIVIDUAL OR ENTITY APPROVED TO  
28 PROVIDE CARE COORDINATION UNDER PARAGRAPH (B) OF SUBDIVISION TWO OF  
29 SECTION FIFTY-ONE HUNDRED FIVE OF THIS ARTICLE.

30 4. "FEDERALLY-MATCHED PUBLIC HEALTH PROGRAM" MEANS THE MEDICAL ASSIST-  
31 ANCE PROGRAM UNDER TITLE ELEVEN OF ARTICLE FIVE OF THE SOCIAL SERVICES  
32 LAW, THE FAMILY HEALTH PLUS PROGRAM UNDER TITLE ELEVEN-D OF ARTICLE FIVE  
33 OF THE SOCIAL SERVICES LAW, AND THE CHILD HEALTH PLUS PROGRAM UNDER  
34 TITLE ONE-A OF ARTICLE TWENTY-FIVE OF THIS CHAPTER.

35 5. "HEALTH CARE ORGANIZATION" MEANS AN ENTITY THAT IS APPROVED BY THE  
36 COMMISSIONER UNDER SECTION FIFTY-ONE HUNDRED SIX OF THIS ARTICLE TO  
37 PROVIDE HEALTH CARE SERVICES TO MEMBERS UNDER THE PROGRAM.

38 6. "HEALTH CARE SERVICE" MEANS ANY HEALTH CARE SERVICE, INCLUDING CARE  
39 COORDINATION, INCLUDED AS A BENEFIT UNDER THE PROGRAM.

40 7. "IMPLEMENTATION PERIOD" MEANS THE PERIOD UNDER SUBDIVISION THREE OF  
41 SECTION FIFTY-ONE HUNDRED ONE OF THIS ARTICLE DURING WHICH THE PROGRAM  
42 WILL BE SUBJECT TO SPECIAL ELIGIBILITY AND FINANCING PROVISIONS UNTIL IT  
43 IS FULLY IMPLEMENTED UNDER THAT SECTION.

44 8. "LONG TERM CARE" MEANS LONG TERM CARE, TREATMENT, MAINTENANCE, OR  
45 SERVICES NOT COVERED UNDER FAMILY HEALTH PLUS OR CHILD HEALTH PLUS, AS  
46 APPROPRIATE, WITH THE EXCEPTION OF SHORT TERM REHABILITATION, AS DEFINED  
47 BY THE COMMISSIONER.

48 9. "MEDICAID" OR "MEDICAL ASSISTANCE" MEANS TITLE ELEVEN OF ARTICLE  
49 FIVE OF THE SOCIAL SERVICES LAW AND THE PROGRAM THEREUNDER. "FAMILY  
50 HEALTH PLUS" MEANS TITLE ELEVEN-D OF ARTICLE FIVE OF THE SOCIAL SERVICES  
51 LAW AND THE PROGRAM THEREUNDER. "CHILD HEALTH PLUS" MEANS TITLE ONE-A OF  
52 ARTICLE TWENTY-FIVE OF THIS CHAPTER AND THE PROGRAM THEREUNDER. "MEDI-  
53 CARE" MEANS TITLE XVIII OF THE FEDERAL SOCIAL SECURITY ACT AND THE  
54 PROGRAMS THEREUNDER.

55 10. "MEMBER" MEANS AN INDIVIDUAL WHO IS ENROLLED IN THE PROGRAM.

1 11. "NEW YORK HEALTH TRUST FUND" MEANS THE NEW YORK HEALTH TRUST FUND  
2 ESTABLISHED UNDER SECTION EIGHTY-NINE-H OF THE STATE FINANCE LAW.

3 12. "OUT-OF-STATE HEALTH CARE SERVICE" MEANS A HEALTH CARE SERVICE  
4 PROVIDED TO A MEMBER WHILE THE MEMBER IS OUT OF THE STATE AND (A) IT IS  
5 MEDICALLY NECESSARY THAT THE HEALTH CARE SERVICE BE PROVIDED WHILE THE  
6 MEMBER IS OUT OF THE STATE, OR (B) IT IS CLINICALLY APPROPRIATE THAT THE  
7 HEALTH CARE SERVICE BE PROVIDED BY A PARTICULAR HEALTH CARE PROVIDER  
8 LOCATED OUT OF THE STATE RATHER THAN IN THE STATE.

9 13. "PARTICIPATING PROVIDER" MEANS ANY INDIVIDUAL OR ENTITY THAT IS A  
10 HEALTH CARE PROVIDER THAT PROVIDES HEALTH CARE SERVICES TO MEMBERS UNDER  
11 THE PROGRAM, OR A HEALTH CARE ORGANIZATION.

12 14. "PATIENT PROTECTION AND AFFORDABLE CARE ACT" MEANS THE FEDERAL  
13 PATIENT PROTECTION AND AFFORDABLE CARE ACT, PUBLIC LAW 111-148, AS  
14 AMENDED BY THE HEALTH CARE AND EDUCATION RECONCILIATION ACT OF 2010,  
15 PUBLIC LAW 111-152, AND ANY REGULATIONS OR GUIDANCE ISSUED THEREUNDER.

16 15. "PERSON" MEANS ANY INDIVIDUAL OR NATURAL PERSON, TRUST, PARTNER-  
17 SHIP, ASSOCIATION, UNINCORPORATED ASSOCIATION, CORPORATION, COMPANY,  
18 LIMITED LIABILITY COMPANY, PROPRIETORSHIP, JOINT VENTURE, FIRM, JOINT  
19 STOCK ASSOCIATION, DEPARTMENT, AGENCY, AUTHORITY, OR OTHER LEGAL ENTITY,  
20 WHETHER FOR-PROFIT, NOT-FOR-PROFIT OR GOVERNMENTAL.

21 16. "PROGRAM" MEANS THE NEW YORK HEALTH PROGRAM CREATED BY SECTION  
22 FIFTY-ONE HUNDRED ONE OF THIS ARTICLE.

23 17. "PRESCRIPTION AND NON-PRESCRIPTION DRUGS" SHALL MEAN PRESCRIPTION  
24 DRUGS AS DEFINED IN SECTION TWO HUNDRED SEVENTY OF THIS CHAPTER, AND  
25 NON-PRESCRIPTION SMOKING CESSATION PRODUCTS OR DEVICES.

26 18. "RESIDENT" MEANS AN INDIVIDUAL WHOSE PRIMARY PLACE OF ABODE IS IN  
27 THE STATE, AS DETERMINED ACCORDING TO REGULATIONS OF THE COMMISSIONER.

28 S 5101. PROGRAM CREATED. 1. THE NEW YORK HEALTH PROGRAM IS HEREBY  
29 CREATED IN THE DEPARTMENT. THE COMMISSIONER SHALL ESTABLISH AND IMPL-  
30 MENT THE PROGRAM UNDER THIS ARTICLE. THE PROGRAM SHALL PROVIDE COMPRE-  
31 HENSIVE HEALTH COVERAGE TO EVERY RESIDENT WHO ENROLLS IN THE PROGRAM.

32 2. THE COMMISSIONER SHALL, TO THE MAXIMUM EXTENT POSSIBLE, ORGANIZE,  
33 ADMINISTER AND MARKET THE PROGRAM AND SERVICES AS A SINGLE PROGRAM UNDER  
34 THE NAME "NEW YORK HEALTH" OR SUCH OTHER NAME AS THE COMMISSIONER SHALL  
35 DETERMINE, REGARDLESS OF UNDER WHICH LAW OR SOURCE THE DEFINITION OF A  
36 BENEFIT IS FOUND INCLUDING (ON A VOLUNTARY BASIS) RETIREE HEALTH BENE-  
37 FITS. IN IMPLEMENTING THIS SUBDIVISION, THE COMMISSIONER SHALL AVOID  
38 JEOPARDIZING FEDERAL FINANCIAL PARTICIPATION IN THESE PROGRAMS AND SHALL  
39 TAKE CARE TO PROMOTE PUBLIC UNDERSTANDING AND AWARENESS OF AVAILABLE  
40 BENEFITS AND PROGRAMS.

41 3. THE COMMISSIONER SHALL DETERMINE WHEN INDIVIDUALS MAY BEGIN ENROLL-  
42 ING IN THE PROGRAM. THERE SHALL BE AN IMPLEMENTATION PERIOD, WHICH SHALL  
43 BEGIN ON THE DATE THAT INDIVIDUALS MAY BEGIN ENROLLING IN THE PROGRAM  
44 AND SHALL END AS DETERMINED BY THE COMMISSIONER.

45 4. AN INSURER AUTHORIZED TO PROVIDE COVERAGE PURSUANT TO THE INSURANCE  
46 LAW OR A HEALTH MAINTENANCE ORGANIZATION CERTIFIED UNDER THIS CHAPTER  
47 MAY, IF OTHERWISE AUTHORIZED, OFFER BENEFITS THAT DO NOT DUPLICATE  
48 COVERAGE OFFERED TO AN INDIVIDUAL UNDER THE PROGRAM, BUT MAY NOT OFFER  
49 BENEFITS THAT DUPLICATE COVERAGE OFFERED TO AN INDIVIDUAL UNDER THE  
50 PROGRAM. PROVIDED, HOWEVER, THAT THIS SUBDIVISION SHALL NOT PROHIBIT (A)  
51 THE OFFERING OF ANY BENEFITS TO OR FOR INDIVIDUALS, INCLUDING THEIR  
52 FAMILIES, WHO ARE EMPLOYED OR SELF-EMPLOYED IN THE STATE BUT WHO ARE NOT  
53 RESIDENTS OF THE STATE, OR (B) THE OFFERING OF BENEFITS DURING THE  
54 IMPLEMENTATION PERIOD TO INDIVIDUALS WHO ENROLLED AS MEMBERS OF THE  
55 PROGRAM, OR (C) THE OFFERING OF RETIREE HEALTH BENEFITS.

1 5. A COLLEGE, UNIVERSITY OR OTHER INSTITUTION OF HIGHER EDUCATION IN  
2 THE STATE MAY PURCHASE COVERAGE UNDER THE PROGRAM FOR ANY STUDENT, OR  
3 STUDENT'S DEPENDENT, WHO IS NOT A RESIDENT OF THE STATE.

4 S 5102. BOARD OF TRUSTEES. 1. THE NEW YORK HEALTH BOARD OF TRUSTEES IS  
5 HEREBY CREATED IN THE DEPARTMENT. THE BOARD OF TRUSTEES SHALL, AT THE  
6 REQUEST OF THE COMMISSIONER, CONSIDER ANY MATTER TO EFFECTUATE THE  
7 PROVISIONS AND PURPOSES OF THIS ARTICLE, AND MAY ADVISE THE COMMISSIONER  
8 THEREON; AND IT MAY, FROM TIME TO TIME, SUBMIT TO THE COMMISSIONER ANY  
9 RECOMMENDATIONS TO EFFECTUATE THE PROVISIONS AND PURPOSES OF THIS ARTI-  
10 CLE. THE COMMISSIONER MAY PROPOSE REGULATIONS UNDER THIS ARTICLE AND  
11 AMENDMENTS THERETO FOR CONSIDERATION BY THE BOARD. THE BOARD OF TRUSTEES  
12 SHALL HAVE NO EXECUTIVE, ADMINISTRATIVE OR APPOINTIVE DUTIES EXCEPT AS  
13 OTHERWISE PROVIDED BY LAW. THE BOARD OF TRUSTEES SHALL HAVE POWER TO  
14 ESTABLISH, AND FROM TIME TO TIME, AMEND REGULATIONS TO EFFECTUATE THE  
15 PROVISIONS AND PURPOSES OF THIS ARTICLE, SUBJECT TO APPROVAL BY THE  
16 COMMISSIONER.

17 2. THE BOARD SHALL BE COMPOSED OF:

18 (A) THE COMMISSIONER, THE SUPERINTENDENT OF FINANCIAL SERVICES, AND  
19 THE DIRECTOR OF THE BUDGET, OR THEIR DESIGNEES, AS EX OFFICIO MEMBERS;

20 (B) SEVENTEEN TRUSTEES APPOINTED BY THE GOVERNOR;

21 (I) FIVE OF WHOM SHALL BE REPRESENTATIVES OF HEALTH CARE CONSUMER  
22 ADVOCACY ORGANIZATIONS WHICH HAVE A STATEWIDE OR REGIONAL CONSTITUENCY,  
23 WHO HAVE BEEN INVOLVED IN ACTIVITIES RELATED TO HEALTH CARE CONSUMER  
24 ADVOCACY, INCLUDING ISSUES OF INTEREST TO LOW- AND MODERATE-INCOME INDI-  
25 VIDUALS;

26 (II) TWO OF WHOM SHALL BE REPRESENTATIVES OF PROFESSIONAL ORGANIZA-  
27 TIONS REPRESENTING PHYSICIANS;

28 (III) TWO OF WHOM SHALL BE REPRESENTATIVES OF PROFESSIONAL ORGANIZA-  
29 TIONS REPRESENTING LICENSED OR REGISTERED HEALTH CARE PROFESSIONALS  
30 OTHER THAN PHYSICIANS;

31 (IV) THREE OF WHOM SHALL BE REPRESENTATIVES OF HOSPITALS, ONE OF WHOM  
32 SHALL BE A REPRESENTATIVE OF PUBLIC HOSPITALS;

33 (V) ONE OF WHOM SHALL BE REPRESENTATIVE OF COMMUNITY HEALTH CENTERS;

34 (VI) TWO OF WHOM SHALL BE REPRESENTATIVES OF HEALTH CARE ORGANIZA-  
35 TIONS; AND

36 (VIII) TWO OF WHOM SHALL BE REPRESENTATIVES OF ORGANIZED LABOR;

37 (C) THREE TRUSTEES APPOINTED BY THE SPEAKER OF THE ASSEMBLY; THREE  
38 TRUSTEES APPOINTED BY THE TEMPORARY PRESIDENT OF THE SENATE; ONE TRUSTEE  
39 APPOINTED BY THE MINORITY LEADER OF THE ASSEMBLY; AND ONE TRUSTEE  
40 APPOINTED BY THE MINORITY LEADER OF THE SENATE.

41 AFTER THE END OF THE IMPLEMENTATION PERIOD, NO PERSON SHALL BE A TRUS-  
42 TEE UNLESS HE OR SHE IS A MEMBER OF THE PROGRAM, EXCEPT THE EX OFFICIO  
43 TRUSTEES. EACH TRUSTEE SHALL SERVE AT THE PLEASURE OF THE APPOINTING  
44 OFFICER, EXCEPT THE EX OFFICIO TRUSTEES.

45 3. THE CHAIR OF THE BOARD SHALL BE APPOINTED, AND MAY BE REMOVED AS  
46 CHAIR, BY THE GOVERNOR FROM AMONG THE TRUSTEES. THE BOARD SHALL MEET AT  
47 LEAST FOUR TIMES EACH CALENDAR YEAR. MEETINGS SHALL BE HELD UPON THE  
48 CALL OF THE CHAIR AND AS PROVIDED BY THE BOARD. A MAJORITY OF THE  
49 APPOINTED TRUSTEES SHALL BE A QUORUM OF THE BOARD, AND THE AFFIRMATIVE  
50 VOTE OF A MAJORITY OF THE TRUSTEES VOTING, BUT NOT LESS THAN TEN, SHALL  
51 BE NECESSARY FOR ANY ACTION TO BE TAKEN BY THE BOARD. THE BOARD MAY  
52 ESTABLISH AN EXECUTIVE COMMITTEE TO EXERCISE ANY POWERS OR DUTIES OF THE  
53 BOARD AS IT MAY PROVIDE, AND OTHER COMMITTEES TO ASSIST THE BOARD OR THE  
54 EXECUTIVE COMMITTEE. THE CHAIR OF THE BOARD SHALL CHAIR THE EXECUTIVE  
55 COMMITTEE AND SHALL APPOINT THE CHAIR AND MEMBERS OF ALL OTHER COMMIT-  
56 TEES. THE BOARD OF TRUSTEES MAY APPOINT ONE OR MORE ADVISORY COMMITTEES.

1 MEMBERS OF ADVISORY COMMITTEES NEED NOT BE MEMBERS OF THE BOARD OF TRUS-  
2 TEES.

3 4. TRUSTEES SHALL SERVE WITHOUT COMPENSATION BUT SHALL BE REIMBURSED  
4 FOR THEIR NECESSARY AND ACTUAL EXPENSES INCURRED WHILE ENGAGED IN THE  
5 BUSINESS OF THE BOARD.

6 5. NOTWITHSTANDING ANY PROVISION OF LAW TO THE CONTRARY, NO OFFICER OR  
7 EMPLOYEE OF THE STATE OR ANY LOCAL GOVERNMENT SHALL FORFEIT OR BE DEEMED  
8 TO HAVE FORFEITED HIS OR HER OFFICE OR EMPLOYMENT BY REASON OF BEING A  
9 TRUSTEE.

10 6. THE BOARD AND ITS COMMITTEES AND ADVISORY COMMITTEES MAY REQUEST  
11 AND RECEIVE THE ASSISTANCE OF THE DEPARTMENT AND ANY OTHER STATE OR  
12 LOCAL GOVERNMENTAL ENTITY IN EXERCISING ITS POWERS AND DUTIES.

13 7. NO LATER THAN FIVE YEARS AFTER THE EFFECTIVE DATE OF THIS ARTICLE:

14 (A) THE BOARD SHALL DEVELOP A PROPOSAL, CONSISTENT WITH THE PRINCIPLES  
15 OF THIS ARTICLE, FOR PROVISION BY THE PROGRAM OF LONG-TERM CARE COVER-  
16 AGE, INCLUDING THE DEVELOPMENT OF A PROPOSAL, CONSISTENT WITH THE PRIN-  
17 CIPLES OF THIS ARTICLE, FOR ITS FUNDING. IN DEVELOPING THE PROPOSAL,  
18 THE BOARD SHALL CONSULT WITH AN ADVISORY COMMITTEE, APPOINTED BY THE  
19 CHAIR OF THE BOARD, INCLUDING REPRESENTATIVES OF CONSUMERS AND POTENTIAL  
20 CONSUMERS OF LONG-TERM CARE, PROVIDERS OF LONG-TERM CARE, LABOR, AND  
21 OTHER INTERESTED PARTIES. THE BOARD SHALL PRESENT ITS PROPOSAL TO THE  
22 GOVERNOR AND THE LEGISLATURE.

23 (B) THE BOARD SHALL DEVELOP PROPOSALS FOR: (I) INCORPORATING RETIREE  
24 HEALTH BENEFITS INTO NEW YORK HEALTH; AND (II) ACCOMMODATING EMPLOYER  
25 RETIREE HEALTH BENEFITS FOR PEOPLE WHO HAVE BEEN MEMBERS OF NEW YORK  
26 HEALTH BUT LIVE AS RETIREES OUT OF THE STATE.

27 S 5103. ELIGIBILITY AND ENROLLMENT. 1. EVERY RESIDENT OF THE STATE  
28 SHALL BE ELIGIBLE AND ENTITLED TO ENROLL AS A MEMBER UNDER THE PROGRAM.

29 2. NO MEMBER SHALL BE REQUIRED TO PAY ANY PREMIUM OR OTHER CHARGE FOR  
30 ENROLLING IN OR BEING A MEMBER UNDER THE PROGRAM.

31 S 5104. BENEFITS. 1. THE PROGRAM SHALL PROVIDE COMPREHENSIVE HEALTH  
32 COVERAGE TO EVERY MEMBER, WHICH SHALL INCLUDE ALL HEALTH CARE SERVICES  
33 REQUIRED TO BE COVERED UNDER ANY OF THE FOLLOWING, WITHOUT REGARD TO  
34 WHETHER THE MEMBER WOULD OTHERWISE BE ELIGIBLE FOR OR COVERED BY THE  
35 PROGRAM OR SOURCE REFERRED TO:

36 (A) FAMILY HEALTH PLUS;

37 (B) FOR EVERY MEMBER UNDER THE AGE OF TWENTY-ONE, CHILD HEALTH PLUS;

38 (C) MEDICAID;

39 (D) MEDICARE;

40 (E) ARTICLE FORTY-FOUR OF THIS CHAPTER OR ARTICLE THIRTY-TWO OR  
41 FORTY-THREE OF THE INSURANCE LAW;

42 (F) ARTICLE ELEVEN OF THE CIVIL SERVICE LAW, AS OF THE DATE ONE YEAR  
43 BEFORE THE BEGINNING OF THE IMPLEMENTATION PERIOD;

44 (G) ANY ADDITIONAL HEALTH CARE SERVICE AUTHORIZED TO BE ADDED TO THE  
45 PROGRAM'S BENEFITS BY THE PROGRAM; AND

46 (H) PROVIDED THAT NONE OF THE ABOVE SHALL INCLUDE LONG TERM CARE,  
47 UNTIL A PROPOSAL UNDER PARAGRAPH (A) OF SUBDIVISION SEVEN OF SECTION  
48 FIFTY-ONE HUNDRED TWO OF THIS ARTICLE IS ENACTED INTO LAW.

49 2. NO MEMBER SHALL BE REQUIRED TO PAY ANY DEDUCTIBLE, CO-PAYMENT OR  
50 CO-INSURANCE UNDER THE PROGRAM.

51 3. THE PROGRAM SHALL PROVIDE FOR PAYMENT UNDER THE PROGRAM FOR EMER-  
52 GENCY AND TEMPORARY HEALTH CARE SERVICES PROVIDED TO MEMBERS OR INDIVID-  
53 UALS ENTITLED TO BECOME MEMBERS WHO HAVE NOT HAD A REASONABLE OPPORTU-  
54 NITY TO BECOME A MEMBER OR TO ENROLL WITH A CARE COORDINATOR.

55 S 5105. HEALTH CARE PROVIDERS; CARE COORDINATION; PAYMENT METHODOLOG-  
56 Ogies. 1. CHOICE OF HEALTH CARE PROVIDER. (A) ANY HEALTH CARE PROVIDER

1 QUALIFIED TO PARTICIPATE UNDER THIS SECTION MAY PROVIDE HEALTH CARE  
2 SERVICES UNDER THE PROGRAM, PROVIDED THAT THE HEALTH CARE PROVIDER IS  
3 OTHERWISE LEGALLY AUTHORIZED TO PERFORM THE HEALTH CARE SERVICE FOR THE  
4 INDIVIDUAL AND UNDER THE CIRCUMSTANCES INVOLVED.

5 (B) A MEMBER MAY CHOOSE TO RECEIVE HEALTH CARE SERVICES UNDER THE  
6 PROGRAM FROM ANY PARTICIPATING PROVIDER, CONSISTENT WITH PROVISIONS OF  
7 THIS ARTICLE RELATING TO CARE COORDINATION AND HEALTH CARE ORGANIZA-  
8 TIONS, THE WILLINGNESS OR AVAILABILITY OF THE PROVIDER (SUBJECT TO  
9 PROVISIONS OF THIS ARTICLE RELATING TO DISCRIMINATION), AND THE APPRO-  
10 PRIATE CLINICALLY-RELEVANT CIRCUMSTANCES.

11 2. CARE COORDINATION. (A) HEALTH CARE SERVICES PROVIDED TO A MEMBER  
12 SHALL NOT BE SUBJECT TO PAYMENT UNDER THE PROGRAM UNLESS THE MEMBER IS  
13 ENROLLED WITH A CARE COORDINATOR AT THE TIME THE HEALTH CARE SERVICE IS  
14 PROVIDED, EXCEPT WHERE PROVIDED UNDER SUBDIVISION THREE OF SECTION  
15 FIFTY-ONE HUNDRED FOUR OF THIS ARTICLE. EVERY MEMBER SHALL ENROLL WITH A  
16 CARE COORDINATOR THAT AGREES TO PROVIDE CARE COORDINATION TO THE MEMBER  
17 PRIOR TO RECEIVING HEALTH CARE SERVICES TO BE PAID FOR UNDER THE  
18 PROGRAM. THE MEMBER SHALL REMAIN ENROLLED WITH THAT CARE COORDINATOR  
19 UNTIL THE MEMBER BECOMES ENROLLED WITH A DIFFERENT CARE COORDINATOR OR  
20 CEASES TO BE A MEMBER. THE COMMISSIONER SHALL PROVIDE, BY REGULATION,  
21 THAT MEMBERS HAVE THE RIGHT TO CHANGE THEIR CARE COORDINATOR ON TERMS AT  
22 LEAST AS PERMISSIVE AS THE PROVISIONS OF SECTION THREE HUNDRED  
23 SIXTY-FOUR-J OF THE SOCIAL SERVICES LAW RELATING TO AN INDIVIDUAL CHANG-  
24 ING HIS OR HER PRIMARY CARE PROVIDER OR MANAGED CARE PROVIDER.

25 (B) CARE COORDINATION SHALL BE PROVIDED TO THE MEMBER BY THE MEMBER'S  
26 CARE COORDINATOR. A CARE COORDINATOR MAY EMPLOY OR UTILIZE THE SERVICES  
27 OF OTHER INDIVIDUALS OR ENTITIES TO ASSIST IN PROVIDING CARE COORDI-  
28 NATION FOR THE MEMBER, CONSISTENT WITH REGULATIONS OF THE COMMISSIONER.  
29 CARE COORDINATION SHALL INCLUDE, BUT NOT BE LIMITED TO, MANAGING, REFER-  
30 RING TO, LOCATING, COORDINATING, AND MONITORING HEALTH CARE SERVICES FOR  
31 THE MEMBER TO ASSURE THAT ALL MEDICALLY NECESSARY HEALTH CARE SERVICES  
32 ARE MADE AVAILABLE TO AND ARE EFFECTIVELY USED BY THE MEMBER IN A TIMELY  
33 MANNER, CONSISTENT WITH PATIENT AUTONOMY. CARE COORDINATION IS NOT A  
34 REQUIREMENT FOR PRIOR AUTHORIZATION FOR HEALTH CARE SERVICES AND REFER-  
35 RAL SHALL NOT BE REQUIRED FOR A MEMBER TO RECEIVE A HEALTH CARE SERVICE.  
36 HOWEVER: (I) A HEALTH CARE ORGANIZATION MAY ESTABLISH RULES RELATING TO  
37 CARE COORDINATION FOR MEMBERS IN THE HEALTH CARE ORGANIZATION, DIFFERENT  
38 FROM THIS SUBDIVISION BUT OTHERWISE CONSISTENT WITH THIS ARTICLE AND  
39 OTHER APPLICABLE LAWS; AND (II) NOTHING IN THIS SUBDIVISION SHALL  
40 AUTHORIZE ANY INDIVIDUAL TO ENGAGE IN ANY ACT IN VIOLATION OF TITLE  
41 EIGHT OF THE EDUCATION LAW.

42 (C) WHERE A MEMBER RECEIVES CHRONIC MENTAL HEALTH CARE SERVICES, AT  
43 THE OPTION OF THE MEMBER, THE MEMBER MAY ENROLL WITH A CARE COORDINATOR  
44 FOR HIS OR HER MENTAL HEALTH CARE SERVICES AND ANOTHER CARE COORDINATOR  
45 APPROVED FOR HIS OR HER OTHER HEALTH CARE SERVICES, CONSISTENT WITH  
46 STANDARDS ESTABLISHED BY THE COMMISSIONER IN CONSULTATION WITH THE  
47 COMMISSIONER OF MENTAL HEALTH. IN SUCH A CASE, THE TWO CARE COORDINATORS  
48 SHALL WORK IN CLOSE CONSULTATION WITH EACH OTHER.

49 (D) A CARE COORDINATOR MAY BE AN INDIVIDUAL OR ENTITY THAT IS APPROVED  
50 BY THE PROGRAM THAT IS:

51 (I) A HEALTH CARE PRACTITIONER WHO IS: (A) THE MEMBER'S PRIMARY CARE  
52 PRACTITIONER; (B) AT THE OPTION OF A FEMALE MEMBER, THE MEMBER'S PROVID-  
53 ER OF PRIMARY GYNECOLOGICAL CARE; OR (C) AT THE OPTION OF A MEMBER WHO  
54 HAS A CHRONIC CONDITION THAT REQUIRES SPECIALTY CARE, A SPECIALIST  
55 HEALTH CARE PRACTITIONER WHO REGULARLY AND CONTINUALLY PROVIDES TREAT-  
56 MENT FOR THAT CONDITION TO THE MEMBER;

1 (II) AN ENTITY LICENSED UNDER ARTICLE TWENTY-EIGHT OF THIS CHAPTER OR  
2 CERTIFIED UNDER ARTICLE THIRTY-SIX OF THIS CHAPTER, A MANAGED LONG TERM  
3 CARE PLAN UNDER SECTION FORTY-FOUR HUNDRED THREE-F OF THIS CHAPTER OR  
4 OTHER PROGRAM MODEL UNDER PARAGRAPH (B) OF SUBDIVISION SEVEN OF SUCH  
5 SECTION, OR, WITH RESPECT TO A MEMBER WHO RECEIVES CHRONIC MENTAL HEALTH  
6 CARE SERVICES, AN ENTITY LICENSED UNDER ARTICLE THIRTY-ONE OF THE MENTAL  
7 HYGIENE LAW OR OTHER ENTITY APPROVED BY THE COMMISSIONER IN CONSULTATION  
8 WITH THE COMMISSIONER OF MENTAL HEALTH;

9 (III) A HEALTH CARE ORGANIZATION;

10 (IV) A TAFT-HARTLEY FUND, WITH RESPECT TO ITS MEMBERS AND THEIR FAMILY  
11 MEMBERS; PROVIDED THAT THIS PROVISION SHALL NOT PRECLUDE A TAFT-HARTLEY  
12 FUND FROM BECOMING A CARE COORDINATOR UNDER SUBPARAGRAPH (V) OF THIS  
13 PARAGRAPH OR A HEALTH CARE ORGANIZATION UNDER SECTION FIFTY-ONE HUNDRED  
14 SIX OF THIS ARTICLE; OR

15 (V) ANY NOT-FOR-PROFIT OR GOVERNMENTAL ENTITY APPROVED BY THE PROGRAM.

16 (E) THE COMMISSIONER SHALL DEVELOP AND IMPLEMENT PROCEDURES AND STAND-  
17 ARDS FOR AN INDIVIDUAL OR ENTITY TO BE APPROVED TO BE A CARE COORDINATOR  
18 IN THE PROGRAM, INCLUDING BUT NOT LIMITED TO PROCEDURES AND STANDARDS  
19 RELATING TO THE REVOCATION, SUSPENSION, LIMITATION, OR ANNULMENT OF  
20 APPROVAL ON A DETERMINATION THAT THE INDIVIDUAL OR ENTITY IS INCOMPETENT  
21 TO BE A CARE COORDINATOR OR HAS EXHIBITED A COURSE OF CONDUCT WHICH IS  
22 EITHER INCONSISTENT WITH PROGRAM STANDARDS AND REGULATIONS OR WHICH  
23 EXHIBITS AN UNWILLINGNESS TO MEET SUCH STANDARDS AND REGULATIONS, OR IS  
24 A POTENTIAL THREAT TO THE PUBLIC HEALTH OR SAFETY. SUCH PROCEDURES AND  
25 STANDARDS SHALL NOT LIMIT APPROVAL TO BE A CARE COORDINATOR IN THE  
26 PROGRAM FOR ECONOMIC PURPOSES AND SHALL BE CONSISTENT WITH GOOD PROFES-  
27 SIONAL PRACTICE. IN DEVELOPING THE PROCEDURES AND STANDARDS, THE COMMIS-  
28 SIONER SHALL: (I) CONSIDER EXISTING STANDARDS DEVELOPED BY NATIONAL  
29 ACCREDITING AND PROFESSIONAL ORGANIZATIONS; AND (II) CONSULT WITH  
30 NATIONAL AND LOCAL ORGANIZATIONS WORKING ON CARE COORDINATION OR SIMILAR  
31 MODELS, INCLUDING HEALTH CARE PRACTITIONERS, HOSPITALS, CLINICS, AND  
32 CONSUMERS AND THEIR REPRESENTATIVES. WHEN DEVELOPING AND IMPLEMENTING  
33 STANDARDS OF APPROVAL OF CARE COORDINATORS FOR INDIVIDUALS RECEIVING  
34 CHRONIC MENTAL HEALTH CARE SERVICES, THE COMMISSIONER SHALL CONSULT WITH  
35 THE COMMISSIONER OF MENTAL HEALTH. AN INDIVIDUAL OR ENTITY MAY NOT BE A  
36 CARE COORDINATOR UNLESS THE SERVICES INCLUDED IN CARE COORDINATION ARE  
37 WITHIN THE INDIVIDUAL'S PROFESSIONAL SCOPE OF PRACTICE OR THE ENTITY'S  
38 LEGAL AUTHORITY.

39 (F) TO MAINTAIN APPROVAL UNDER THE PROGRAM, A CARE COORDINATOR MUST:

40 (I) RENEW ITS STATUS AT A FREQUENCY DETERMINED BY THE COMMISSIONER; AND  
41 (II) PROVIDE DATA TO THE DEPARTMENT AS REQUIRED BY THE COMMISSIONER TO  
42 ENABLE THE COMMISSIONER TO EVALUATE THE IMPACT OF CARE COORDINATORS ON  
43 QUALITY, OUTCOMES AND COST.

44 3. HEALTH CARE PROVIDERS. (A) THE COMMISSIONER SHALL ESTABLISH AND  
45 MAINTAIN PROCEDURES AND STANDARDS FOR HEALTH CARE PROVIDERS TO BE QUALI-  
46 FIED TO PARTICIPATE IN THE PROGRAM, INCLUDING BUT NOT LIMITED TO PROCE-  
47 DURES AND STANDARDS RELATING TO THE REVOCATION, SUSPENSION, LIMITATION,  
48 OR ANNULMENT OF QUALIFICATION TO PARTICIPATE ON A DETERMINATION THAT THE  
49 HEALTH CARE PROVIDER IS AN INCOMPETENT PROVIDER OF SPECIFIC HEALTH CARE  
50 SERVICES OR HAS EXHIBITED A COURSE OF CONDUCT WHICH IS EITHER INCONSIST-  
51 ENT WITH PROGRAM STANDARDS AND REGULATIONS OR WHICH EXHIBITS AN UNWILL-  
52 INGNESS TO MEET SUCH STANDARDS AND REGULATIONS, OR IS A POTENTIAL THREAT  
53 TO THE PUBLIC HEALTH OR SAFETY. SUCH PROCEDURES AND STANDARDS SHALL NOT  
54 LIMIT HEALTH CARE PROVIDER PARTICIPATION IN THE PROGRAM FOR ECONOMIC  
55 PURPOSES AND SHALL BE CONSISTENT WITH GOOD PROFESSIONAL PRACTICE. ANY  
56 HEALTH CARE PROVIDER WHO IS QUALIFIED TO PARTICIPATE UNDER MEDICAID,



1 FAMILY HEALTH PLUS, CHILD HEALTH PLUS OR MEDICARE SHALL BE DEEMED TO BE  
2 QUALIFIED TO PARTICIPATE IN THE PROGRAM, AND ANY HEALTH CARE PROVIDER'S  
3 REVOCATION, SUSPENSION, LIMITATION, OR ANNULMENT OF QUALIFICATION TO  
4 PARTICIPATE IN ANY OF THOSE PROGRAMS SHALL APPLY TO THE HEALTH CARE  
5 PROVIDER'S QUALIFICATION TO PARTICIPATE IN THE PROGRAM; PROVIDED THAT A  
6 HEALTH CARE PROVIDER QUALIFIED UNDER THIS SENTENCE SHALL FOLLOW THE  
7 PROCEDURES TO BECOME QUALIFIED UNDER THE PROGRAM BY THE END OF THE  
8 IMPLEMENTATION PERIOD.

9 (B) THE COMMISSIONER SHALL ESTABLISH AND MAINTAIN PROCEDURES AND STAN-  
10 DARDS FOR RECOGNIZING HEALTH CARE PROVIDERS LOCATED OUT OF THE STATE FOR  
11 PURPOSES OF PROVIDING COVERAGE UNDER THE PROGRAM FOR OUT-OF-STATE HEALTH  
12 CARE SERVICES.

13 4. PAYMENT FOR HEALTH CARE SERVICES. (A) HEALTH CARE SERVICES PROVIDED  
14 TO MEMBERS UNDER THE PROGRAM SHALL BE PAID FOR ON A FEE-FOR-SERVICE  
15 BASIS, EXCEPT FOR CARE COORDINATION. HOWEVER, THE COMMISSIONER MAY  
16 ESTABLISH BY REGULATION OTHER PAYMENT METHODOLOGIES FOR HEALTH CARE  
17 SERVICES AND CARE COORDINATION PROVIDED TO MEMBERS UNDER THE PROGRAM BY  
18 PARTICIPATING PROVIDERS, CARE COORDINATORS, AND HEALTH CARE ORGANIZA-  
19 TIONS. THERE MAY BE A VARIETY OF DIFFERENT PAYMENT METHODOLOGIES,  
20 INCLUDING THOSE ESTABLISHED ON A DEMONSTRATION BASIS. ALL PAYMENT RATES  
21 UNDER THE PROGRAM SHALL BE REASONABLE AND REASONABLY RELATED TO THE COST  
22 OF EFFICIENTLY PROVIDING THE HEALTH CARE SERVICE AND ASSURING AN  
23 ADEQUATE AND ACCESSIBLE SUPPLY OF HEALTH CARE SERVICE.

24 (B) THE PROGRAM SHALL ENGAGE IN GOOD FAITH NEGOTIATIONS WITH HEALTH  
25 CARE PROVIDERS' REPRESENTATIVES UNDER TITLE III OF ARTICLE FORTY-NINE OF  
26 THIS CHAPTER, INCLUDING, BUT NOT LIMITED TO, IN RELATION TO RATES OF  
27 PAYMENT AND PAYMENT METHODOLOGIES.

28 (C) NOTWITHSTANDING ANY PROVISION OF LAW TO THE CONTRARY, PAYMENT FOR  
29 DRUGS PROVIDED BY PHARMACIES UNDER THE PROGRAM SHALL BE MADE PURSUANT TO  
30 ARTICLE TWO-A OF THIS CHAPTER AND SUBDIVISION FOUR OF SECTION THREE  
31 HUNDRED SIXTY-FIVE-A OF THE SOCIAL SERVICES LAW. HOWEVER, THE PROGRAM  
32 SHALL PROVIDE FOR PAYMENT FOR PRESCRIPTION DRUGS UNDER SECTION 340B OF  
33 THE FEDERAL PUBLIC SERVICE ACT WHERE APPLICABLE. PAYMENT FOR  
34 PRESCRIPTION DRUGS PROVIDED BY HEALTH CARE PROVIDERS OTHER THAN PHARMA-  
35 CIES SHALL BE PURSUANT TO OTHER PROVISIONS OF THIS ARTICLE.

36 (D) PAYMENT FOR HEALTH CARE SERVICES ESTABLISHED UNDER THIS ARTICLE  
37 SHALL BE CONSIDERED PAYMENT IN FULL. A PARTICIPATING PROVIDER SHALL NOT  
38 CHARGE ANY RATE IN EXCESS OF THE PAYMENT ESTABLISHED UNDER THIS ARTICLE  
39 FOR ANY HEALTH CARE SERVICE UNDER THE PROGRAM PROVIDED TO A MEMBER AND  
40 SHALL NOT SOLICIT OR ACCEPT PAYMENT FROM ANY MEMBER OR THIRD PARTY FOR  
41 ANY SUCH SERVICE EXCEPT AS PROVIDED UNDER THIS ARTICLE. HOWEVER, THIS  
42 PARAGRAPH SHALL NOT PRECLUDE THE PROGRAM FROM ACTING AS A PRIMARY OR  
43 SECONDARY PAYER IN CONJUNCTION WITH ANOTHER THIRD-PARTY PAYER WHERE  
44 PERMITTED UNDER THIS ARTICLE.

45 (E) THE PROGRAM MAY PROVIDE IN PAYMENT METHODOLOGIES FOR PAYMENT FOR  
46 CAPITAL RELATED EXPENSES FOR SPECIFICALLY IDENTIFIED CAPITAL EXPENDI-  
47 TURES INCURRED BY NOT-FOR-PROFIT OR GOVERNMENTAL ENTITIES CERTIFIED  
48 UNDER ARTICLE TWENTY-EIGHT OF THIS CHAPTER. ANY CAPITAL RELATED EXPENSE  
49 GENERATED BY A CAPITAL EXPENDITURE THAT REQUIRES OR REQUIRED APPROVAL  
50 UNDER ARTICLE TWENTY-EIGHT OF THIS CHAPTER MUST HAVE RECEIVED THAT  
51 APPROVAL FOR THE CAPITAL RELATED EXPENSE TO BE PAID FOR UNDER THE  
52 PROGRAM.

53 (F) THE COMMISSIONER SHALL PROVIDE BY REGULATION FOR PAYMENT METHOD-  
54 OLOGIES AND PROCEDURES FOR PAYING FOR OUT-OF-STATE HEALTH CARE SERVICES.

55 5. (A) FOR PURPOSES OF THIS SUBDIVISION, "INCOME-ELIGIBLE MEMBER"  
56 MEANS A MEMBER WHO IS ENROLLED IN A FEDERALLY-MATCHED PUBLIC HEALTH

1 PROGRAM AND (I) THERE IS FEDERAL FINANCIAL PARTICIPATION IN THE INDIVID-  
2 UAL'S HEALTH COVERAGE, OR (II) THE MEMBER IS ELIGIBLE TO ENROLL IN THE  
3 FEDERALLY-MATCHED PUBLIC HEALTH PROGRAM BY REASON OF INCOME, AGE, AND  
4 RESOURCES (WHERE APPLICABLE) UNDER STATE LAW IN EFFECT ON THE EFFECTIVE  
5 DATE OF THIS SECTION, BUT THERE IS NO FEDERAL FINANCIAL PARTICIPATION IN  
6 THE INDIVIDUAL'S HEALTH COVERAGE. A PERSON WHO IS ELIGIBLE TO ENROLL IN  
7 A FEDERALLY-MATCHED PUBLIC HEALTH PROGRAM SOLELY BY REASON OF SECTION  
8 THREE HUNDRED SIXTY-NINE-FF OF THE SOCIAL SERVICES LAW (EMPLOYER PART-  
9 NERSHIPS FOR FAMILY HEALTH PLUS) IS NOT AN INCOME-ELIGIBLE MEMBER.

10 (B) THE PROGRAM, WITH RESPECT TO INCOME-ELIGIBLE MEMBERS, SHALL BE  
11 CONSIDERED A FEDERALLY-MATCHED PUBLIC HEALTH PROGRAM OR GOVERNMENT PAYOR  
12 UNDER ARTICLE TWENTY-EIGHT OF THIS CHAPTER WITH RESPECT TO THE FOLLOWING  
13 PROVISIONS, AND WITH RESPECT TO THOSE MEMBERS WHO ARE NOT INCOME-ELIGI-  
14 BLE MEMBERS, SHALL NOT BE CONSIDERED A FEDERALLY-MATCHED PUBLIC HEALTH  
15 PROGRAM OR GOVERNMENTAL PAYOR UNDER ARTICLE TWENTY-EIGHT OF THIS CHAPTER  
16 WITH RESPECT TO THE FOLLOWING PROVISIONS:

17 (I) PATIENT SERVICES PAYMENTS IN ACCORDANCE WITH SECTION TWENTY-EIGHT  
18 HUNDRED SEVEN-J OF THIS CHAPTER;

19 (II) PROFESSIONAL EDUCATION POOL FUNDING UNDER SECTION TWENTY-EIGHT  
20 HUNDRED SEVEN-S OF THIS CHAPTER; OR

21 (III) ASSESSMENTS ON COVERED LIVES UNDER SECTION TWENTY-EIGHT HUNDRED  
22 SEVEN-T OF THIS CHAPTER.

23 S 5106. HEALTH CARE ORGANIZATIONS. 1. A MEMBER MAY CHOOSE TO ENROLL  
24 WITH AND RECEIVE HEALTH CARE SERVICES UNDER THE PROGRAM FROM A HEALTH  
25 CARE ORGANIZATION.

26 2. A HEALTH CARE ORGANIZATION SHALL BE A NOT-FOR-PROFIT OR GOVERN-  
27 MENTAL ENTITY THAT IS APPROVED BY THE COMMISSIONER THAT IS:

28 (A) AN ACCOUNTABLE CARE ORGANIZATION UNDER ARTICLE TWENTY-NINE-E OF  
29 THIS CHAPTER; OR

30 (B) A TAFT-HARTLEY FUND (I) WITH RESPECT TO ITS MEMBERS AND THEIR  
31 FAMILY MEMBERS, AND (II) IF ALLOWED BY APPLICABLE LAW AND APPROVED BY  
32 THE COMMISSIONER, FOR OTHER MEMBERS OF THE PROGRAM; PROVIDED THAT THE  
33 COMMISSIONER SHALL PROVIDE BY REGULATION THAT WHERE A TAFT-HARTLEY FUND  
34 IS ACTING UNDER THIS SUBPARAGRAPH THERE ARE PROTECTIONS FOR HEALTH CARE  
35 PROVIDERS AND PATIENTS COMPARABLE TO THOSE APPLICABLE TO ACCOUNTABLE  
36 CARE ORGANIZATIONS.

37 3. A HEALTH CARE ORGANIZATION MAY BE RESPONSIBLE FOR ALL OR PART OF  
38 THE HEALTH CARE SERVICES TO WHICH ITS MEMBERS ARE ENTITLED UNDER THE  
39 PROGRAM, CONSISTENT WITH THE TERMS OF ITS APPROVAL BY THE COMMISSIONER.

40 4. (A) THE COMMISSIONER SHALL DEVELOP AND IMPLEMENT PROCEDURES AND  
41 STANDARDS FOR AN ENTITY TO BE APPROVED TO BE A HEALTH CARE ORGANIZATION  
42 IN THE PROGRAM, INCLUDING BUT NOT LIMITED TO PROCEDURES AND STANDARDS  
43 RELATING TO THE REVOCATION, SUSPENSION, LIMITATION, OR ANNULMENT OF  
44 APPROVAL ON A DETERMINATION THAT THE ENTITY IS INCOMPETENT TO BE A  
45 HEALTH CARE ORGANIZATION OR HAS EXHIBITED A COURSE OF CONDUCT WHICH IS  
46 EITHER INCONSISTENT WITH PROGRAM STANDARDS AND REGULATIONS OR WHICH  
47 EXHIBITS AN UNWILLINGNESS TO MEET SUCH STANDARDS AND REGULATIONS, OR IS  
48 A POTENTIAL THREAT TO THE PUBLIC HEALTH OR SAFETY. SUCH PROCEDURES AND  
49 STANDARDS SHALL NOT LIMIT APPROVAL TO BE A HEALTH CARE ORGANIZATION IN  
50 THE PROGRAM FOR ECONOMIC PURPOSES AND SHALL BE CONSISTENT WITH GOOD  
51 PROFESSIONAL PRACTICE. IN DEVELOPING THE PROCEDURES AND STANDARDS, THE  
52 COMMISSIONER SHALL: (I) CONSIDER EXISTING STANDARDS DEVELOPED BY  
53 NATIONAL ACCREDITING AND PROFESSIONAL ORGANIZATIONS; AND (II) CONSULT  
54 WITH NATIONAL AND LOCAL ORGANIZATIONS WORKING IN THE FIELD OF HEALTH  
55 CARE ORGANIZATIONS, INCLUDING HEALTH CARE PRACTITIONERS, HOSPITALS,  
56 CLINICS, AND CONSUMERS AND THEIR REPRESENTATIVES. WHEN DEVELOPING AND

1 IMPLEMENTING STANDARDS OF APPROVAL OF HEALTH CARE ORGANIZATIONS, THE  
2 COMMISSIONER SHALL CONSULT WITH THE COMMISSIONER OF MENTAL HEALTH AND  
3 THE COMMISSIONER OF DEVELOPMENTAL DISABILITIES.

4 (B) TO MAINTAIN APPROVAL UNDER THE PROGRAM, A HEALTH CARE ORGANIZATION  
5 MUST: (I) RENEW ITS STATUS AT A FREQUENCY DETERMINED BY THE COMMISSIONER;  
6 AND (II) PROVIDE DATA TO THE DEPARTMENT AS REQUIRED BY THE COMMISSIONER  
7 TO ENABLE THE COMMISSIONER TO EVALUATE THE HEALTH CARE ORGANIZATION  
8 IN RELATION TO QUALITY OF HEALTH CARE SERVICES, HEALTH CARE  
9 OUTCOMES, AND COST.

10 5. THE COMMISSIONER SHALL MAKE REGULATIONS RELATING TO HEALTH CARE  
11 ORGANIZATIONS CONSISTENT WITH AND TO ENSURE COMPLIANCE WITH THIS ARTICLE.  
12

13 6. THE PROVISION OF HEALTH CARE SERVICES DIRECTLY OR INDIRECTLY BY A  
14 HEALTH CARE ORGANIZATION THROUGH HEALTH CARE PROVIDERS SHALL NOT BE  
15 CONSIDERED THE PRACTICE OF A PROFESSION UNDER TITLE EIGHT OF THE EDUCATION  
16 LAW BY THE HEALTH CARE ORGANIZATION.

17 S 5107. PROGRAM STANDARDS. 1. THE COMMISSIONER SHALL ESTABLISH  
18 REQUIREMENTS AND STANDARDS FOR THE PROGRAM AND FOR HEALTH CARE ORGANIZATIONS,  
19 CARE COORDINATORS, AND HEALTH CARE PROVIDERS, INCLUDING REQUIREMENTS  
20 AND STANDARDS FOR, AS APPLICABLE:

21 (A) THE SCOPE, QUALITY AND ACCESSIBILITY OF HEALTH CARE SERVICES;

22 (B) RELATIONS BETWEEN HEALTH CARE ORGANIZATIONS OR HEALTH CARE PROVIDERS  
23 AND MEMBERS, INCLUDING APPROVAL OF HEALTH CARE SERVICES; AND

24 (C) RELATIONS BETWEEN HEALTH CARE ORGANIZATIONS AND HEALTH CARE  
25 PROVIDERS, INCLUDING (I) CREDENTIALING AND PARTICIPATION IN HEALTH CARE  
26 ORGANIZATION NETWORKS; AND (II) TERMS, METHODS AND RATES OF PAYMENT.

27 2. REQUIREMENTS AND STANDARDS UNDER THE PROGRAM SHALL INCLUDE, BUT NOT  
28 BE LIMITED TO, PROVISIONS TO PROMOTE THE FOLLOWING:

29 (A) SIMPLIFICATION, TRANSPARENCY, UNIFORMITY, AND FAIRNESS IN HEALTH  
30 CARE PROVIDER CREDENTIALING AND PARTICIPATION IN HEALTH CARE ORGANIZATION  
31 NETWORKS, REFERRALS, PAYMENT PROCEDURES AND RATES, CLAIMS PROCESSING,  
32 AND APPROVAL OF HEALTH CARE SERVICES, AS APPLICABLE;

33 (B) PRIMARY AND PREVENTIVE CARE, CARE COORDINATION, EFFICIENT AND  
34 EFFECTIVE HEALTH CARE SERVICES, QUALITY ASSURANCE, AND COORDINATION AND  
35 INTEGRATION OF HEALTH CARE SERVICES, INCLUDING USE OF APPROPRIATE TECHNOLOGY;  
36

37 (C) ELIMINATION OF HEALTH CARE DISPARITIES;

38 (D) NON-DISCRIMINATION WITH RESPECT TO MEMBERS AND HEALTH CARE PROVIDERS  
39 ON THE BASIS OF RACE, ETHNICITY, NATIONAL ORIGIN, RELIGION, DISABILITY,  
40 AGE, SEX, SEXUAL ORIENTATION, GENDER IDENTITY OR EXPRESSION, OR  
41 ECONOMIC CIRCUMSTANCES; PROVIDED THAT HEALTH CARE SERVICES PROVIDED  
42 UNDER THE PROGRAM SHALL BE APPROPRIATE TO THE PATIENT'S CLINICALLY-RELEVANT  
43 CIRCUMSTANCES; AND

44 (E) ACCESSIBILITY OF CARE COORDINATION, HEALTH CARE ORGANIZATION  
45 SERVICES AND HEALTH CARE SERVICES, INCLUDING ACCESSIBILITY FOR PEOPLE  
46 WITH DISABILITIES AND PEOPLE WITH LIMITED ABILITY TO SPEAK OR UNDERSTAND  
47 ENGLISH, AND THE PROVIDING OF HEALTH CARE ORGANIZATION SERVICES AND  
48 HEALTH CARE SERVICES IN A CULTURALLY COMPETENT MANNER.

49 3. ANY PARTICIPATING PROVIDER OR CARE COORDINATOR THAT IS ORGANIZED AS  
50 A FOR-PROFIT ENTITY SHALL BE REQUIRED TO MEET THE SAME REQUIREMENTS AND  
51 STANDARDS AS ENTITIES ORGANIZED AS NOT-FOR-PROFIT ENTITIES, AND PAYMENTS  
52 UNDER THE PROGRAM PAID TO SUCH ENTITIES SHALL NOT BE CALCULATED TO  
53 ACCOMMODATE THE GENERATION OF PROFIT OR REVENUE FOR DIVIDENDS OR OTHER  
54 RETURN ON INVESTMENT OR THE PAYMENT OF TAXES THAT WOULD NOT BE PAID BY A  
55 NOT-FOR-PROFIT ENTITY.

1 4. EVERY PARTICIPATING PROVIDER SHALL FURNISH TO THE PROGRAM SUCH  
2 INFORMATION TO, AND PERMIT EXAMINATION OF ITS RECORDS BY, THE PROGRAM,  
3 AS MAY BE REASONABLY REQUIRED FOR PURPOSES OF UTILIZATION REVIEW, QUALI-  
4 TY ASSURANCE, AND COST CONTAINMENT, FOR THE MAKING OF PAYMENTS, AND FOR  
5 STATISTICAL OR OTHER STUDIES OF THE OPERATION OF THE PROGRAM.

6 5. IN DEVELOPING REQUIREMENTS AND STANDARDS AND MAKING OTHER POLICY  
7 DETERMINATIONS UNDER THIS ARTICLE, THE COMMISSIONER SHALL CONSULT WITH  
8 REPRESENTATIVES OF MEMBERS, HEALTH CARE PROVIDERS, HEALTH CARE ORGANIZA-  
9 TIONS AND OTHER INTERESTED PARTIES.

10 6. THE PROGRAM SHALL MAINTAIN THE CONFIDENTIALITY OF ALL DATA AND  
11 OTHER INFORMATION COLLECTED UNDER THE PROGRAM WHEN SUCH DATA WOULD BE  
12 NORMALLY CONSIDERED CONFIDENTIAL DATA BETWEEN A PATIENT AND HEALTH CARE  
13 PROVIDER. AGGREGATE DATA OF THE PROGRAM WHICH IS DERIVED FROM CONFIDEN-  
14 TIAL DATA BUT DOES NOT VIOLATE PATIENT CONFIDENTIALITY SHALL BE PUBLIC  
15 INFORMATION.

16 S 5108. REGULATIONS. THE COMMISSIONER MAY APPROVE REGULATIONS AND  
17 AMENDMENTS THERETO, UNDER SUBDIVISION ONE OF SECTION FIFTY-ONE HUNDRED  
18 TWO OF THIS ARTICLE. THE COMMISSIONER MAY MAKE REGULATIONS OR AMENDMENTS  
19 THERETO TO EFFECTUATE THE PROVISIONS AND PURPOSES OF THIS ARTICLE ON AN  
20 EMERGENCY BASIS UNDER SECTION TWO HUNDRED TWO OF THE STATE ADMINISTRA-  
21 TIVE PROCEDURE ACT, PROVIDED THAT SUCH REGULATIONS OR AMENDMENTS SHALL  
22 NOT BECOME PERMANENT UNLESS ADOPTED UNDER SUBDIVISION ONE OF SECTION  
23 FIFTY-ONE HUNDRED TWO OF THIS ARTICLE.

24 S 5109. PROVISIONS RELATING TO FEDERAL HEALTH PROGRAMS. 1. THE COMMIS-  
25 SIONER SHALL SEEK ALL FEDERAL WAIVERS AND OTHER FEDERAL APPROVALS AND  
26 ARRANGEMENTS AND SUBMIT STATE PLAN AMENDMENTS NECESSARY TO OPERATE THE  
27 PROGRAM CONSISTENT WITH THIS ARTICLE.

28 2. (A) THE COMMISSIONER SHALL APPLY TO THE SECRETARY OF HEALTH AND  
29 HUMAN SERVICES OR OTHER APPROPRIATE FEDERAL OFFICIAL FOR ALL WAIVERS OF  
30 REQUIREMENTS, AND MAKE OTHER ARRANGEMENTS, UNDER MEDICARE, ANY FEDERAL-  
31 LY-MATCHED PUBLIC HEALTH PROGRAM, THE PATIENT PROTECTION AND AFFORDABLE  
32 CARE ACT, AND ANY OTHER FEDERAL PROGRAMS THAT PROVIDE FEDERAL FUNDS FOR  
33 PAYMENT FOR HEALTH CARE SERVICES, THAT ARE NECESSARY TO ENABLE ALL NEW  
34 YORK HEALTH MEMBERS TO RECEIVE ALL BENEFITS UNDER THE PROGRAM THROUGH  
35 THE PROGRAM TO ENABLE THE STATE TO IMPLEMENT THIS ARTICLE AND TO RECEIVE  
36 AND DEPOSIT ALL FEDERAL PAYMENTS UNDER THOSE PROGRAMS (INCLUDING FUNDS  
37 THAT MAY BE PROVIDED IN LIEU OF PREMIUM TAX CREDITS, COST-SHARING SUBSI-  
38 DIES, AND SMALL BUSINESS TAX CREDITS) IN THE STATE TREASURY TO THE CRED-  
39 IT OF THE NEW YORK HEALTH TRUST FUND CREATED UNDER SECTION EIGHTY-NINE-H  
40 OF THE STATE FINANCE LAW AND TO USE THOSE FUNDS FOR THE NEW YORK HEALTH  
41 PROGRAM AND OTHER PROVISIONS UNDER THIS ARTICLE. TO THE EXTENT POSSIBLE,  
42 THE COMMISSIONER SHALL NEGOTIATE ARRANGEMENTS WITH THE FEDERAL GOVERN-  
43 MENT IN WHICH BULK OR LUMP-SUM FEDERAL PAYMENTS ARE PAID TO NEW YORK  
44 HEALTH IN PLACE OF FEDERAL SPENDING OR TAX BENEFITS FOR  
45 FEDERALLY-MATCHED HEALTH PROGRAMS OR FEDERAL HEALTH PROGRAMS.

46 (B) THE COMMISSIONER MAY REQUIRE MEMBERS OR APPLICANTS TO BE MEMBERS  
47 TO PROVIDE INFORMATION NECESSARY FOR THE PROGRAM TO COMPLY WITH ANY  
48 WAIVER OR ARRANGEMENT UNDER THIS SUBDIVISION.

49 3. (A) IF ACTIONS TAKEN UNDER SUBDIVISION TWO OF THIS SECTION DO NOT  
50 ACCOMPLISH ALL RESULTS INTENDED UNDER THAT SUBDIVISION, THEN THIS SUBDI-  
51 VISION SHALL APPLY AND SHALL AUTHORIZE ADDITIONAL ACTIONS TO EFFECTIVELY  
52 IMPLEMENT NEW YORK HEALTH TO THE MAXIMUM EXTENT POSSIBLE AS A  
53 SINGLE-PAYER PROGRAM CONSISTENT WITH THIS ARTICLE.

54 (B) THE COMMISSIONER MAY TAKE ACTIONS CONSISTENT WITH THIS ARTICLE TO  
55 ENABLE NEW YORK HEALTH TO ADMINISTER MEDICARE IN NEW YORK STATE AND TO

1 BE A PROVIDER OF DRUG COVERAGE UNDER MEDICARE PART D FOR ELIGIBLE  
2 MEMBERS OF NEW YORK HEALTH.

3 (C) THE COMMISSIONER MAY WAIVE OR MODIFY THE APPLICABILITY OF  
4 PROVISIONS OF THIS SECTION RELATING TO ANY FEDERALLY-MATCHED PUBLIC  
5 HEALTH PROGRAM OR MEDICARE AS NECESSARY TO IMPLEMENT ANY WAIVER OR  
6 ARRANGEMENT UNDER THIS SECTION OR TO MAXIMIZE THE BENEFIT TO THE NEW  
7 YORK HEALTH PROGRAM UNDER THIS SECTION, PROVIDED THAT THE COMMISSIONER,  
8 IN CONSULTATION WITH THE DIRECTOR OF THE BUDGET, SHALL DETERMINE THAT  
9 SUCH WAIVER OR MODIFICATION IS IN THE BEST INTERESTS OF THE MEMBERS  
10 AFFECTED BY THE ACTION AND THE STATE.

11 (D) THE COMMISSIONER MAY APPLY FOR COVERAGE UNDER ANY  
12 FEDERALLY-MATCHED PUBLIC HEALTH PROGRAM ON BEHALF OF ANY MEMBER AND  
13 ENROLL THE MEMBER IN THE FEDERALLY-MATCHED PUBLIC HEALTH PROGRAM IF THE  
14 MEMBER IS ELIGIBLE FOR IT. ENROLLMENT IN A FEDERALLY-MATCHED PUBLIC  
15 HEALTH PROGRAM SHALL NOT CAUSE ANY MEMBER TO LOSE ANY HEALTH CARE  
16 SERVICE PROVIDED BY THE PROGRAM.

17 (E) THE COMMISSIONER SHALL BY REGULATION INCREASE THE INCOME ELIGIBIL-  
18 ITY LEVEL, INCREASE OR ELIMINATE THE RESOURCE TEST FOR ELIGIBILITY,  
19 SIMPLIFY ANY PROCEDURAL OR DOCUMENTATION REQUIREMENT FOR ENROLLMENT, AND  
20 INCREASE THE BENEFITS FOR ANY FEDERALLY-MATCHED PUBLIC HEALTH PROGRAM,  
21 NOTWITHSTANDING ANY LAW OR REGULATION TO THE CONTRARY. THE COMMISSIONER  
22 MAY ACT UNDER THIS PARAGRAPH UPON A FINDING, APPROVED BY THE DIRECTOR OF  
23 THE BUDGET, THAT THE ACTION (I) WILL HELP TO INCREASE THE NUMBER OF  
24 MEMBERS WHO ARE ELIGIBLE FOR AND ENROLLED IN FEDERALLY-MATCHED PUBLIC  
25 HEALTH PROGRAMS; (II) WILL NOT DIMINISH ANY INDIVIDUAL'S ACCESS TO ANY  
26 HEALTH CARE SERVICE; AND (III) DOES NOT REQUIRE OR HAS RECEIVED ANY  
27 NECESSARY FEDERAL WAIVERS OR APPROVALS TO ENSURE FEDERAL FINANCIAL  
28 PARTICIPATION. ACTIONS UNDER THIS PARAGRAPH SHALL NOT APPLY TO ELIGIBIL-  
29 ITY FOR PAYMENT FOR LONG TERM CARE.

30 (F) TO ENABLE THE COMMISSIONER TO APPLY FOR COVERAGE UNDER ANY FEDER-  
31 ALLY-MATCHED PUBLIC HEALTH PROGRAM ON BEHALF OF ANY MEMBER AND ENROLL  
32 THE MEMBER IN THE FEDERALLY-MATCHED PUBLIC HEALTH PROGRAM IF THE MEMBER  
33 IS ELIGIBLE FOR IT, THE COMMISSIONER MAY REQUIRE THAT EVERY MEMBER OR  
34 APPLICANT TO BE A MEMBER SHALL PROVIDE INFORMATION TO ENABLE THE COMMIS-  
35 SIONER TO DETERMINE WHETHER THE APPLICANT IS ELIGIBLE FOR A  
36 FEDERALLY-MATCHED PUBLIC HEALTH PROGRAM AND FOR MEDICARE (AND ANY  
37 PROGRAM OR BENEFIT UNDER MEDICARE). THE PROGRAM SHALL MAKE A REASONABLE  
38 EFFORT TO NOTIFY MEMBERS OF THEIR OBLIGATIONS UNDER THIS PARAGRAPH.  
39 AFTER A REASONABLE EFFORT HAS BEEN MADE TO CONTACT THE MEMBER, THE  
40 MEMBER SHALL BE NOTIFIED IN WRITING THAT HE OR SHE HAS SIXTY DAYS TO  
41 PROVIDE SUCH REQUIRED INFORMATION. IF SUCH INFORMATION IS NOT PROVIDED  
42 WITHIN THE SIXTY DAY PERIOD, THE MEMBER'S COVERAGE UNDER THE PROGRAM MAY  
43 BE TERMINATED.

44 (G) AS A CONDITION OF CONTINUED ELIGIBILITY FOR HEALTH CARE SERVICES  
45 UNDER THE PROGRAM, A MEMBER WHO IS ELIGIBLE FOR BENEFITS UNDER MEDICARE  
46 SHALL ENROLL IN MEDICARE, INCLUDING PARTS A, B AND D.

47 (H) THE PROGRAM SHALL PROVIDE PREMIUM ASSISTANCE FOR ALL MEMBERS  
48 ENROLLING IN A MEDICARE PART D DRUG COVERAGE UNDER SECTION 1860D OF  
49 TITLE XVIII OF THE FEDERAL SOCIAL SECURITY ACT LIMITED TO THE LOW-INCOME  
50 BENCHMARK PREMIUM AMOUNT ESTABLISHED BY THE FEDERAL CENTERS FOR MEDICARE  
51 AND MEDICAID SERVICES AND ANY OTHER AMOUNT WHICH SUCH AGENCY ESTABLISHES  
52 UNDER ITS DE MINIMIS PREMIUM POLICY, EXCEPT THAT SUCH PAYMENTS MADE ON  
53 BEHALF OF MEMBERS ENROLLED IN A MEDICARE ADVANTAGE PLAN MAY EXCEED THE  
54 LOW-INCOME BENCHMARK PREMIUM AMOUNT IF DETERMINED TO BE COST EFFECTIVE  
55 TO THE PROGRAM.

1 (I) IF THE COMMISSIONER HAS REASONABLE GROUNDS TO BELIEVE THAT A  
2 MEMBER COULD BE ELIGIBLE FOR AN INCOME-RELATED SUBSIDY UNDER SECTION  
3 1860D-14 OF TITLE XVIII OF THE FEDERAL SOCIAL SECURITY ACT, THE MEMBER  
4 SHALL PROVIDE, AND AUTHORIZE THE PROGRAM TO OBTAIN, ANY INFORMATION OR  
5 DOCUMENTATION REQUIRED TO ESTABLISH THE MEMBER'S ELIGIBILITY FOR SUCH  
6 SUBSIDY, PROVIDED THAT THE COMMISSIONER SHALL ATTEMPT TO OBTAIN AS MUCH  
7 OF THE INFORMATION AND DOCUMENTATION AS POSSIBLE FROM RECORDS THAT ARE  
8 AVAILABLE TO HIM OR HER.

9 (J) THE PROGRAM SHALL MAKE A REASONABLE EFFORT TO NOTIFY MEMBERS OF  
10 THEIR OBLIGATIONS UNDER THIS SUBDIVISION. AFTER A REASONABLE EFFORT HAS  
11 BEEN MADE TO CONTACT THE MEMBER, THE MEMBER SHALL BE NOTIFIED IN WRITING  
12 THAT HE OR SHE HAS SIXTY DAYS TO PROVIDE SUCH REQUIRED INFORMATION. IF  
13 SUCH INFORMATION IS NOT PROVIDED WITHIN THE SIXTY DAY PERIOD, THE  
14 MEMBER'S COVERAGE UNDER THE PROGRAM MAY BE TERMINATED.

15 S 5110. ADDITIONAL PROVISIONS. 1. THE COMMISSIONER SHALL CONTRACT  
16 WITH NOT-FOR-PROFIT ORGANIZATIONS TO PROVIDE:

17 (A) CONSUMER ASSISTANCE TO INDIVIDUALS WITH RESPECT TO SELECTION OF A  
18 CARE COORDINATOR OR HEALTH CARE ORGANIZATION, ENROLLING, OBTAINING  
19 HEALTH CARE SERVICES, DISENROLLING, AND OTHER MATTERS RELATING TO THE  
20 PROGRAM;

21 (B) HEALTH CARE PROVIDER ASSISTANCE TO HEALTH CARE PROVIDERS PROVIDING  
22 AND SEEKING OR CONSIDERING WHETHER TO PROVIDE, HEALTH CARE SERVICES  
23 UNDER THE PROGRAM, WITH RESPECT TO PARTICIPATING IN A HEALTH CARE ORGAN-  
24 IZATION AND DEALING WITH A HEALTH CARE ORGANIZATION; AND

25 (C) CARE COORDINATOR ASSISTANCE TO INDIVIDUALS AND ENTITIES PROVIDING  
26 AND SEEKING OR CONSIDERING WHETHER TO PROVIDE, CARE COORDINATION TO  
27 MEMBERS.

28 2. THE COMMISSIONER SHALL PROVIDE GRANTS FROM FUNDS IN THE NEW YORK  
29 HEALTH TRUST FUND OR OTHERWISE APPROPRIATED FOR THIS PURPOSE, TO HEALTH  
30 SYSTEMS AGENCIES UNDER SECTION TWENTY-NINE HUNDRED FOUR-B OF THIS CHAP-  
31 TER TO SUPPORT THE OPERATION OF SUCH HEALTH SYSTEMS AGENCIES.

32 S 3. Financing of New York Health. 1. The governor shall submit to the  
33 legislature a plan and legislative bills to implement the plan (referred  
34 to collectively in this section as the "revenue proposal") to provide  
35 the revenue necessary to finance the New York Health program, as created  
36 by article 51 of the public health law (referred to in this section as  
37 the "program"), taking into consideration anticipated federal revenue  
38 available for the program. The revenue proposal shall be submitted to  
39 the legislature as part of the executive budget under article VII of the  
40 state constitution, for the fiscal year commencing on the first day of  
41 April in the calendar year after this act shall become a law. In devel-  
42 oping the revenue proposal, the governor shall consult with appropriate  
43 officials of the executive branch; the temporary president of the  
44 senate; the speaker of the assembly; the chairs of the fiscal and health  
45 committees of the senate and assembly; and representatives of business,  
46 labor, consumers and local government.

47 2. (a) Basic structure. The basic structure of the revenue proposal  
48 shall be as follows: Revenue for the program shall come from two assess-  
49 ments (referred to collectively in this section as the "assessments").  
50 First, there shall be an assessment on all payroll and self-employed  
51 income (referred to in this section as the "payroll assessment"), paid  
52 by employers, employees and self-employed, similar to the Medicare tax.  
53 Higher brackets of income subject to this assessment shall be assessed  
54 at a higher marginal rate than lower brackets. Second, there shall be a  
55 progressively-graduated assessment on taxable income (such as interest,  
56 dividends, and capital gains) not subject to the payroll assessment

1 (referred to in this section as the "non-payroll assessment"). The  
2 assessments will be set at levels anticipated to produce sufficient  
3 revenue to finance the program and other provisions of article 51 of the  
4 public health law, to be scaled up as enrollment grows, taking into  
5 consideration anticipated federal revenue available for the program.  
6 Provision shall be made for state residents (who are eligible for the  
7 program) who are employed out-of-state, and non-residents (who are not  
8 eligible for the program) who are employed in the state.

9 (b) Payroll assessment. The income to be subject to the payroll  
10 assessment shall be all income subject to the Medicare tax. The assess-  
11 ment shall be set at a particular percentage of that income, which shall  
12 be progressively graduated, so the percentage is higher on higher brack-  
13 ets of income. For employed individuals, the employer shall pay eighty  
14 percent of the assessment and the employee shall pay twenty percent  
15 (unless the employer agrees to pay a higher percentage). A self-employed  
16 individual shall pay the full assessment.

17 (c) Non-payroll income assessment. There shall be a second assessment,  
18 on upper-bracket taxable income that is not subject to the payroll  
19 assessment. It shall be progressively graduated and structured as a  
20 percentage of the personal income tax on that income.

21 (d) Phased-in rates. Early in the program, when enrollment is growing,  
22 the amount of the assessments shall be at an appropriate level, and  
23 shall be raised as anticipated enrollment grows, to cover the actual  
24 cost of the program and other provisions of article 51 of the public  
25 health law. The revenue proposal shall include a mechanism for determin-  
26 ing the rates of the assessments.

27 (e) Cross-border employees. (i) State residents employed out-of-state.  
28 If an individual is employed out-of-state by an employer that is subject  
29 to New York state law, the employer and employee shall be required to  
30 pay the payroll assessment as if the employment were in the state. If an  
31 individual is employed out-of-state by an employer that is not subject  
32 to New York state law, either (A) the employer and employee shall volun-  
33 tarily comply with the assessment or (B) the employee shall pay the  
34 assessment as if he or she were self-employed.

35 (ii) Out-of-state residents employed in the state. (A) The payroll  
36 assessment shall apply to any out-of-state resident who is employed or  
37 self-employed in the state. (B) In the case of an out-of-state resident  
38 who is employed or self-employed in the state, such individual's employ-  
39 er (which term shall include a Taft-Hartley fund) shall be able to take  
40 a credit against the payroll assessments they would otherwise pay, for  
41 amounts they spend on health benefits that would otherwise be covered by  
42 the program. For employers, the credit shall be available regardless of  
43 the form of the health benefit (e.g., health insurance, a self-insured  
44 plan, direct services, or reimbursement for services), to make sure that  
45 the revenue proposal does not relate to employment benefits in violation  
46 of the federal ERISA. An employee may take the credit for his or her  
47 contribution to an employment-based health benefit. For non-employment-  
48 based spending by individuals, the credit shall be available for and  
49 limited to spending for health coverage (not out-of-pocket health spend-  
50 ing). The credit shall be available without regard to how little is  
51 spent or how sparse the benefit. The credit may only be taken against  
52 the payroll assessments. Any excess amount may not be applied to other  
53 tax liability. For employment-based health benefits, the credit shall be  
54 distributed between the employer and employee in the same proportion as  
55 the spending by each for the benefit. The employer and employee may each  
56 apply their respective portion of the credit to their respective portion

1 of the assessment. If any provision of this clause (B) or any applica-  
 2 tion of it shall be ruled to violate federal ERISA, the provision or the  
 3 application of it shall be null and void and the ruling shall not affect  
 4 any other provision or application of this section or the act that  
 5 enacted it.

6 3. The revenue proposal shall include a plan and legislative  
 7 provisions for ending the requirement for local social services  
 8 districts to pay part of the cost of Medicaid and replacing those  
 9 payments with revenue from the assessments under the revenue proposal.

10 4. To the extent that the revenue proposal differs from the terms of  
 11 subdivision 2 of this section, the revenue proposal shall state how it  
 12 differs from those terms and reasons for and the effects of the differ-  
 13 ences.

14 5. All revenue from the assessments shall be deposited in the New York  
 15 Health trust fund account under section 89-h of the state finance law.

16 S 4. Article 49 of the public health law is amended by adding a new  
 17 title 3 to read as follows:

### 18 TITLE III

#### 19 COLLECTIVE NEGOTIATIONS BY HEALTH CARE PROVIDERS WITH 20 NEW YORK HEALTH

21 SECTION 4920. DEFINITIONS.

22 4921. COLLECTIVE NEGOTIATION AUTHORIZED.

23 4922. COLLECTIVE NEGOTIATION REQUIREMENTS.

24 4923. REQUIREMENTS FOR HEALTH CARE PROVIDERS' REPRESENTATIVE.

25 4924. CERTAIN COLLECTIVE ACTION PROHIBITED.

26 4925. FEES.

27 4926. CONFIDENTIALITY.

28 4927. SEVERABILITY AND CONSTRUCTION.

29 S 4920. DEFINITIONS. FOR PURPOSES OF THIS TITLE:

30 1. "NEW YORK HEALTH" MEANS THE PROGRAM UNDER ARTICLE FIFTY-ONE OF THIS  
 31 CHAPTER.

32 2. "PERSON" MEANS AN INDIVIDUAL, ASSOCIATION, CORPORATION, OR ANY  
 33 OTHER LEGAL ENTITY.

34 3. "HEALTH CARE PROVIDERS' REPRESENTATIVE" MEANS A THIRD PARTY WHO IS  
 35 AUTHORIZED BY HEALTH CARE PROVIDERS TO NEGOTIATE ON THEIR BEHALF WITH  
 36 NEW YORK HEALTH OVER TERMS AND CONDITIONS AFFECTING THOSE HEALTH CARE  
 37 PROVIDERS.

38 4. "STRIKE" MEANS A WORK STOPPAGE IN PART OR IN WHOLE, DIRECT OR INDI-  
 39 RECT, BY A BODY OF WORKERS TO GAIN COMPLIANCE WITH DEMANDS MADE ON AN  
 40 EMPLOYER.

41 5. "HEALTH CARE PROVIDER" MEANS A PERSON WHO IS LICENSED, CERTIFIED,  
 42 OR REGISTERED PURSUANT TO TITLE EIGHT OF THE EDUCATION LAW AND WHO PRAC-  
 43 TICES AS A HEALTH CARE PROVIDER AS AN INDEPENDENT CONTRACTOR OR WHO IS  
 44 AN OWNER, OFFICER, SHAREHOLDER, OR PROPRIETOR OF A HEALTH CARE PROVIDER;  
 45 OR AN ENTITY THAT EMPLOYS OR UTILIZES HEALTH CARE PROVIDERS TO PROVIDE  
 46 HEALTH CARE SERVICES, INCLUDING BUT NOT LIMITED TO A HOSPITAL LICENSED  
 47 UNDER ARTICLE TWENTY-EIGHT OF THIS CHAPTER OR AN ACCOUNTABLE CARE ORGAN-  
 48 IZATION UNDER ARTICLE TWENTY-NINE-E OF THIS CHAPTER. A HEALTH CARE  
 49 PROVIDER UNDER TITLE EIGHT OF THE EDUCATION LAW WHO PRACTICES AS AN  
 50 EMPLOYEE OF A HEALTH CARE PROVIDER SHALL NOT BE DEEMED A HEALTH CARE  
 51 PROVIDER FOR PURPOSES OF THIS TITLE.

52 S 4921. COLLECTIVE NEGOTIATION AUTHORIZED. 1. HEALTH CARE PROVIDERS  
 53 MAY MEET AND COMMUNICATE FOR THE PURPOSE OF COLLECTIVELY NEGOTIATING THE  
 54 FOLLOWING TERMS AND CONDITIONS OF PROVIDER CONTRACTS WITH NEW YORK  
 55 HEALTH:



- 1 (A) THE DETAILS OF THE UTILIZATION REVIEW PLAN AS DEFINED PURSUANT TO  
2 SUBDIVISION TEN OF SECTION FORTY-NINE HUNDRED OF THIS ARTICLE;
- 3 (B) THE DEFINITION OF MEDICAL NECESSITY;
- 4 (C) THE CLINICAL PRACTICE GUIDELINES USED TO MAKE MEDICAL NECESSITY  
5 AND UTILIZATION REVIEW DETERMINATIONS;
- 6 (D) PREVENTIVE CARE AND OTHER MEDICAL COORDINATION PRACTICES;
- 7 (E) DRUG FORMULARIES AND STANDARDS AND PROCEDURES FOR PRESCRIBING  
8 OFF-FORMULARY DRUGS;
- 9 (F) THE DETAILS OF RISK TRANSFER ARRANGEMENTS WITH PROVIDERS;
- 10 (G) ADMINISTRATIVE PROCEDURES;
- 11 (H) PROCEDURES TO BE UTILIZED TO RESOLVE DISPUTES BETWEEN NEW YORK  
12 HEALTH AND HEALTH CARE PROVIDERS;
- 13 (I) PATIENT REFERRAL PROCEDURES;
- 14 (J) THE FORMULATION AND APPLICATION OF HEALTH CARE PROVIDER REIMBURSE-  
15 MENT PROCEDURES;
- 16 (K) QUALITY ASSURANCE PROGRAMS;
- 17 (L) THE PROCESS FOR RENDERING UTILIZATION REVIEW DETERMINATIONS  
18 INCLUDING: ESTABLISHMENT OF A PROCESS FOR RENDERING UTILIZATION REVIEW  
19 DETERMINATIONS WHICH SHALL, AT A MINIMUM, INCLUDE: WRITTEN PROCEDURES TO  
20 ASSURE THAT UTILIZATION REVIEWS AND DETERMINATIONS ARE CONDUCTED WITHIN  
21 THE TIMEFRAMES ESTABLISHED IN THIS ARTICLE; PROCEDURES TO NOTIFY AN  
22 ENROLLEE, AN ENROLLEE'S DESIGNEE AND/OR AN ENROLLEE'S HEALTH CARE  
23 PROVIDER OF ADVERSE DETERMINATIONS; AND PROCEDURES FOR APPEAL OF ADVERSE  
24 DETERMINATIONS, INCLUDING THE ESTABLISHMENT OF AN EXPEDITED APPEALS  
25 PROCESS FOR DENIALS OF CONTINUED INPATIENT CARE OR WHERE THERE IS IMMI-  
26 NENT OR SERIOUS THREAT TO THE HEALTH OF THE ENROLLEE;
- 27 (M) HEALTH CARE PROVIDER SELECTION AND TERMINATION CRITERIA USED BY  
28 NEW YORK HEALTH;
- 29 (N) THE FEES ASSESSED BY NEW YORK HEALTH FOR SERVICES, INCLUDING FEES  
30 ESTABLISHED THROUGH THE APPLICATION OF REIMBURSEMENT PROCEDURES;
- 31 (O) THE CONVERSION FACTORS USED BY NEW YORK HEALTH IN A RESOURCE-BASED  
32 RELATIVE VALUE SCALE REIMBURSEMENT METHODOLOGY OR OTHER SIMILAR METHOD-  
33 OLOGY; PROVIDED THE SAME ARE NOT OTHERWISE ESTABLISHED BY STATE OR  
34 FEDERAL LAW OR REGULATION;
- 35 (P) THE AMOUNT OF ANY DISCOUNT GRANTED BY NEW YORK HEALTH ON THE FEE  
36 OF HEALTH CARE SERVICES TO BE RENDERED BY HEALTH CARE PROVIDERS;
- 37 (Q) THE DOLLAR AMOUNT OF CAPITATION OR FIXED PAYMENT FOR HEALTH CARE  
38 SERVICES RENDERED BY HEALTH CARE PROVIDERS TO NEW YORK HEALTH MEMBERS;
- 39 (R) THE PROCEDURE CODE OR OTHER DESCRIPTION OF A HEALTH CARE SERVICE  
40 COVERED BY A PAYMENT AND THE APPROPRIATE GROUPING OF THE PROCEDURE  
41 CODES; AND
- 42 (S) THE AMOUNT OF ANY OTHER COMPONENT OF THE REIMBURSEMENT METHODOLOGY  
43 FOR A HEALTH CARE SERVICE.
- 44 2. NOTHING IN THIS SECTION SHALL BE CONSTRUED TO ALLOW OR AUTHORIZE AN  
45 ALTERATION OF THE TERMS OF THE INTERNAL AND EXTERNAL REVIEW PROCEDURES  
46 SET FORTH IN LAW.
- 47 3. NOTHING IN THIS SECTION SHALL BE CONSTRUED TO ALLOW A STRIKE OF NEW  
48 YORK HEALTH BY HEALTH CARE PROVIDERS.
- 49 4. NOTHING IN THIS SECTION SHALL BE CONSTRUED TO ALLOW OR AUTHORIZE  
50 TERMS OR CONDITIONS WHICH WOULD IMPEDE THE ABILITY OF NEW YORK HEALTH TO  
51 OBTAIN OR RETAIN ACCREDITATION BY THE NATIONAL COMMITTEE FOR QUALITY  
52 ASSURANCE OR A SIMILAR BODY OR TO COMPLY WITH APPLICABLE STATE OR FEDER-  
53 AL LAW.
- 54 5. NOTHING IN THIS SECTION SHALL BE DEEMED TO AFFECT OR LIMIT THE  
55 RIGHT OF A HEALTH CARE PROVIDER OR GROUP OF HEALTH CARE PROVIDERS TO

1 COLLECTIVELY PETITION A GOVERNMENT ENTITY FOR A CHANGE IN A LAW, RULE,  
2 OR REGULATION.

3 S 4922. COLLECTIVE NEGOTIATION REQUIREMENTS. 1. COLLECTIVE NEGOTIATION  
4 RIGHTS GRANTED BY THIS TITLE MUST CONFORM TO THE FOLLOWING REQUIREMENTS:

5 (A) HEALTH CARE PROVIDERS MAY COMMUNICATE WITH OTHER HEALTH CARE  
6 PROVIDERS REGARDING THE TERMS AND CONDITIONS TO BE NEGOTIATED WITH NEW  
7 YORK HEALTH;

8 (B) HEALTH CARE PROVIDERS MAY COMMUNICATE WITH HEALTH CARE PROVIDERS'  
9 REPRESENTATIVES;

10 (C) A HEALTH CARE PROVIDERS' REPRESENTATIVE IS THE ONLY PARTY AUTHOR-  
11 IZED TO NEGOTIATE WITH NEW YORK HEALTH ON BEHALF OF THE HEALTH CARE  
12 PROVIDERS AS A GROUP;

13 (D) A HEALTH CARE PROVIDER CAN BE BOUND BY THE TERMS AND CONDITIONS  
14 NEGOTIATED BY THE HEALTH CARE PROVIDERS' REPRESENTATIVES; AND

15 (E) IN COMMUNICATING OR NEGOTIATING WITH THE HEALTH CARE PROVIDERS'  
16 REPRESENTATIVE, NEW YORK HEALTH IS ENTITLED TO OFFER AND PROVIDE DIFFER-  
17 ENT TERMS AND CONDITIONS TO INDIVIDUAL COMPETING HEALTH CARE PROVIDERS.

18 2. NOTHING IN THIS TITLE SHALL BE CONSTRUED TO PROHIBIT OR LIMIT  
19 COLLECTIVE ACTION OR COLLECTIVE BARGAINING ON THE PART OF ANY HEALTH  
20 CARE PROVIDER WITH HIS OR HER EMPLOYER OR ANY OTHER LAWFUL COLLECTIVE  
21 ACTION OR COLLECTIVE BARGAINING.

22 S 4923. REQUIREMENTS FOR HEALTH CARE PROVIDERS' REPRESENTATIVE. BEFORE  
23 ENGAGING IN COLLECTIVE NEGOTIATIONS WITH NEW YORK HEALTH ON BEHALF OF  
24 HEALTH CARE PROVIDERS, A HEALTH CARE PROVIDERS' REPRESENTATIVE SHALL  
25 FILE WITH THE COMMISSIONER, IN THE MANNER PRESCRIBED BY THE COMMISSION-  
26 ER, INFORMATION IDENTIFYING THE REPRESENTATIVE, THE REPRESENTATIVE'S  
27 PLAN OF OPERATION, AND THE REPRESENTATIVE'S PROCEDURES TO ENSURE COMPLI-  
28 ANCE WITH THIS TITLE.

29 S 4924. CERTAIN COLLECTIVE ACTION PROHIBITED. 1. THIS TITLE IS NOT  
30 INTENDED TO AUTHORIZE COMPETING HEALTH CARE PROVIDERS TO ACT IN CONCERT  
31 IN RESPONSE TO A HEALTH CARE PROVIDERS' REPRESENTATIVE'S DISCUSSIONS OR  
32 NEGOTIATIONS WITH NEW YORK HEALTH.

33 2. NO HEALTH CARE PROVIDERS' REPRESENTATIVE SHALL NEGOTIATE ANY AGREE-  
34 MENT THAT EXCLUDES, LIMITS THE PARTICIPATION OR REIMBURSEMENT OF, OR  
35 OTHERWISE LIMITS THE SCOPE OF SERVICES TO BE PROVIDED BY ANY HEALTH CARE  
36 PROVIDER OR GROUP OF HEALTH CARE PROVIDERS WITH RESPECT TO THE PERFORM-  
37 ANCE OF SERVICES THAT ARE WITHIN THE HEALTH CARE PROVIDER'S SCOPE OF  
38 PRACTICE, LICENSE, REGISTRATION, OR CERTIFICATE.

39 S 4925. FEES. EACH PERSON WHO ACTS AS THE REPRESENTATIVE OR NEGOTIAT-  
40 ING PARTIES UNDER THIS TITLE SHALL PAY TO THE DEPARTMENT A FEE TO ACT AS  
41 A REPRESENTATIVE. THE COMMISSIONER, BY RULE, SHALL SET FEES IN AMOUNTS  
42 DEEMED REASONABLE AND NECESSARY TO COVER THE COSTS INCURRED BY THE  
43 DEPARTMENT IN ADMINISTERING THIS TITLE.

44 S 4926. CONFIDENTIALITY. ALL REPORTS AND OTHER INFORMATION REQUIRED TO  
45 BE REPORTED TO THE DEPARTMENT UNDER THIS TITLE SHALL NOT BE SUBJECT TO  
46 DISCLOSURE UNDER ARTICLE SIX OF THE PUBLIC OFFICERS LAW OR ARTICLE THIR-  
47 TY-ONE OF THE CIVIL PRACTICE LAW AND RULES.

48 S 4927. SEVERABILITY AND CONSTRUCTION. IF ANY PROVISION OR APPLICATION  
49 OF THIS TITLE SHALL BE HELD TO BE INVALID, OR TO VIOLATE OR BE INCON-  
50 SISTENT WITH ANY APPLICABLE FEDERAL LAW OR REGULATION, THAT SHALL NOT  
51 AFFECT OTHER PROVISIONS OR APPLICATIONS OF THIS TITLE WHICH CAN BE GIVEN  
52 EFFECT WITHOUT THAT PROVISION OR APPLICATION; AND TO THAT END, THE  
53 PROVISIONS AND APPLICATIONS OF THIS TITLE ARE SEVERABLE. THE PROVISIONS  
54 OF THIS TITLE SHALL BE LIBERALLY CONSTRUED TO GIVE EFFECT TO THE  
55 PURPOSES THEREOF.

1 S 5. Subdivision 11 of section 270 of the public health law, as  
2 amended by section 2-a of part C of chapter 58 of the laws of 2008, is  
3 amended to read as follows:

4 11. "State public health plan" means the medical assistance program  
5 established by title eleven of article five of the social services law  
6 (referred to in this article as "Medicaid"), the elderly pharmaceutical  
7 insurance coverage program established by title three of article two of  
8 the elder law (referred to in this article as "EPIC"), [and] the family  
9 health plus program established by section three hundred sixty-nine-ee  
10 of the social services law to the extent that section provides that the  
11 program shall be subject to this article, AND THE NEW YORK HEALTH  
12 PROGRAM ESTABLISHED BY ARTICLE FIFTY-ONE OF THIS CHAPTER.

13 S 6. The state finance law is amended by adding a new section 89-h to  
14 read as follows:

15 S 89-H. NEW YORK HEALTH TRUST FUND. 1. THERE IS HEREBY ESTABLISHED IN  
16 THE JOINT CUSTODY OF THE STATE COMPTROLLER AND THE COMMISSIONER OF TAXA-  
17 TION AND FINANCE A SPECIAL REVENUE FUND TO BE KNOWN AS THE "NEW YORK  
18 HEALTH TRUST FUND", HEREINAFTER KNOWN AS "THE FUND". THE DEFINITIONS IN  
19 SECTION FIFTY-ONE HUNDRED OF THE PUBLIC HEALTH LAW SHALL APPLY TO THIS  
20 SECTION.

21 2. THE FUND SHALL CONSIST OF:

22 (A) ALL MONIES OBTAINED FROM ASSESSMENTS PURSUANT TO LEGISLATION  
23 ENACTED AS PROPOSED UNDER SECTION THREE OF THE CHAPTER OF THE LAWS OF  
24 NEW YORK THAT ADDED THIS SECTION;

25 (B) FEDERAL PAYMENTS RECEIVED AS A RESULT OF ANY WAIVER OF REQUIRE-  
26 MENTS GRANTED OR OTHER ARRANGEMENTS AGREED TO BY THE UNITED STATES  
27 SECRETARY OF HEALTH AND HUMAN SERVICES OR OTHER APPROPRIATE FEDERAL  
28 OFFICIALS FOR HEALTH CARE PROGRAMS ESTABLISHED UNDER MEDICARE, ANY  
29 FEDERALLY-MATCHED PUBLIC HEALTH PROGRAM, OR THE PATIENT PROTECTION AND  
30 AFFORDABLE CARE ACT;

31 (C) THE AMOUNTS PAID BY THE DEPARTMENT OF HEALTH AND BY LOCAL SOCIAL  
32 SERVICES DISTRICTS THAT ARE EQUIVALENT TO THOSE AMOUNTS THAT ARE PAID ON  
33 BEHALF OF RESIDENTS OF THIS STATE UNDER MEDICARE, ANY FEDERALLY-MATCHED  
34 PUBLIC HEALTH PROGRAM, OR THE PATIENT PROTECTION AND AFFORDABLE CARE ACT  
35 FOR HEALTH BENEFITS WHICH ARE EQUIVALENT TO HEALTH BENEFITS COVERED  
36 UNDER NEW YORK HEALTH;

37 (D) ALL SURCHARGES THAT ARE IMPOSED ON RESIDENTS OF THIS STATE TO  
38 REPLACE PAYMENTS MADE BY THE RESIDENTS UNDER THE COST-SHARING PROVISIONS  
39 OF MEDICARE;

40 (E) FEDERAL, STATE AND LOCAL FUNDS FOR PURPOSES OF THE PROVISION OF  
41 SERVICES AUTHORIZED UNDER TITLE XX OF THE FEDERAL SOCIAL SECURITY ACT  
42 THAT WOULD OTHERWISE BE COVERED UNDER ARTICLE FIFTY-ONE OF THE PUBLIC  
43 HEALTH LAW; AND

44 (F) STATE AND LOCAL GOVERNMENT MONIES THAT WOULD OTHERWISE BE APPRO-  
45 PRIATED TO ANY GOVERNMENTAL AGENCY, OFFICE, PROGRAM, INSTRUMENTALITY OR  
46 INSTITUTION WHICH PROVIDES HEALTH SERVICES, FOR SERVICES AND BENEFITS  
47 COVERED UNDER NEW YORK HEALTH. PAYMENTS TO THE FUND PURSUANT TO THIS  
48 PARAGRAPH SHALL BE IN AN AMOUNT EQUAL TO THE MONEY APPROPRIATED FOR SUCH  
49 PURPOSES IN THE FISCAL YEAR IMMEDIATELY PRECEDING THE EFFECTIVE DATE OF  
50 ARTICLE FIFTY-ONE OF THE PUBLIC HEALTH LAW.

51 3. MONIES IN THE FUND SHALL ONLY BE USED FOR PURPOSES ESTABLISHED  
52 UNDER ARTICLE FIFTY-ONE OF THE PUBLIC HEALTH LAW.

53 S 7. Temporary commission on implementation. 1. There is hereby estab-  
54 lished a temporary commission on implementation of the New York Health  
55 program, hereinafter to be known as the commission, consisting of  
56 fifteen members: five members, including the chair, shall be appointed

1 by the governor; four members shall be appointed by the temporary presi-  
2 dent of the senate, one member shall be appointed by the senate minority  
3 leader; four members shall be appointed by the speaker of the assembly,  
4 and one member shall be appointed by the assembly minority leader. The  
5 commissioner of health, the superintendent of financial services, and  
6 the commissioner of taxation and finance, or their designees shall serve  
7 as non-voting ex-officio members of the commission.

8 2. Members of the commission shall receive such assistance as may be  
9 necessary from other state agencies and entities, and shall receive  
10 necessary expenses incurred in the performance of their duties. The  
11 commission may employ staff as needed, prescribe their duties, and fix  
12 their compensation within amounts appropriate for the commission.

13 3. The commission shall examine the laws and regulations of the state  
14 and make such recommendations as are necessary to conform the laws and  
15 regulations of the state and article 51 of the public health law estab-  
16 lishing the New York Health program and other provisions of law relating  
17 to the New York Health program, and to improve and implement the  
18 program. The commission shall report its recommendations to the governor  
19 and the legislature.

20 S 8. Severability. If any provision or application of this act shall  
21 be held to be invalid, or to violate or be inconsistent with any appli-  
22 cable federal law or regulation, that shall not affect other provisions  
23 or applications of this act which can be given effect without that  
24 provision or application; and to that end, the provisions and applica-  
25 tions of this act are severable.

26 S 9. This act shall take effect immediately.