# 111TH CONGRESS 1ST SESSION H.R. 2925

To amend the Public Health Service Act to provide for community projects that will reduce the number of individuals who are uninsured with respect to health care, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

#### JUNE 17, 2009

Mr. HOEKSTRA (for himself, Mr. EHLERS, Mr. HELLER, and Mr. BARRETT of South Carolina) introduced the following bill; which was referred to the Committee on Energy and Commerce

# A BILL

- To amend the Public Health Service Act to provide for community projects that will reduce the number of individuals who are uninsured with respect to health care, and for other purposes.
  - 1 Be it enacted by the Senate and House of Representa-
  - 2 tives of the United States of America in Congress assembled,

### **3** SECTION 1. SHORT TITLE.

- 4 This Act may be cited as the "Communities Building
- 5 Access Act".

### 6 SEC. 2. FINDINGS.

7 The Congress finds as follows:

1 (1) Two models of community programs for the 2 uninsured have emerged as effective in generating 3 community support and funding in urban and rural 4 areas; in providing effective care and coverage for 5 the uninsured; in avoiding displacement of private 6 coverage; and in avoiding duplication of other Fed-7 eral programs for the uninsured.

8 (2)These community models have dem-9 onstrated community-wide economic benefit. Em-10 ployers in the community experience less health care 11 cost-shifting, in addition to increased productivity 12 and employee retention. With greater emphasis on 13 preventive and chronic care, a community's unin-14 sured population becomes less of a financial burden 15 on State and local budgets.

16 (3)community models have These dem-17 onstrated potential national solutions for certain un-18 insured populations, including the working unin-19 sured. Such lessons learned from these models in-20 clude, for example, the level of subsidy necessary to 21 get small employers to purchase coverage for their 22 employees, how to effectively market access pro-23 grams to the uninsured, and how to effectively man-24 age chronic care among lower-income populations.

1	(4) These community models have succeeded in
2	raising much of the funding necessary to function,
3	but have lacked financial stability and would enjoy
4	greater success with a stable partial funding stream
5	from the Federal Government.
6	(5) These community models, if involved in a
7	Federal partnership, have the ability and willingness
8	to be accountable for a return on investment for
9	Federal funding, and to disseminate expertise to
10	like-minded communities.
11	SEC. 3. GRANTS FOR MULTI-SHARE HEALTH CARE COV-
12	ERAGE PROJECTS FOR UNINSURED WORKING
13	INDIVIDUALS.
14	Subpart I of part D of title III of the Public Health
15	Service Act (42 U.S.C. 254b et seq.) is amended by adding
16	at the end the following:
17	"SEC. 330M. MULTI-SHARE HEALTH CARE COVERAGE
18	PROJECTS FOR UNINSURED WORKING INDI-
19	VIDUALS.
20	"(a) IN GENERAL.—The Secretary shall make grants
21	to public or nonprofit private entities to carry out dem-
22	onstration projects for the purpose of—
23	"(1) making available, on a cost-sharing basis
24	as described in subsection $(c)(2)(C)$ , health care cov-
25	erage to qualifying employees through employers

that have not contributed to health care benefits for
 employees during the 12-month period prior to par ticipating in such a project; and

4 "(2) making available, on such basis, health
5 care coverage to qualifying self-employed individuals
6 who have been without such coverage during the 127 month period prior to participating in such a
8 project.

9 "(b) QUALIFYING EMPLOYEES AND SELF-EMPLOYED INDIVIDUALS.—For purposes of this section, the term 10 11 'qualifying', with respect to an employee or self-employed 12 individual, means that the employee or self-employed indi-13 vidual is not eligible for health services under the program under title XVIII, XIX, or XXI of the Social Security Act 14 15 (relating to the Medicare program, the Medicaid program, and the State children's health insurance program, respec-16 17 tively).

18 "(c) Requirements for Grant.—

19 "(1) IN GENERAL.—A grant may be made
20 under subsection (a) for a project only if the appli21 cant involved—

22 "(A) has defined a service area for the23 project;

24 "(B) has formed a consortium of entities25 in such service area, which consortium is com-

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1	posed of employers whose employees may or
2	may not be served by the project, health care
3	providers who will provide services through the
4	project, and other appropriate entities;
5	"(C) has ensured that the consortium has
6	established a set of unified goals for the project;
7	"(D) has conducted a basic level of demo-
8	graphic research to obtain data on the unin-
9	sured businesses, working uninsured, and pro-
10	vider community within the service area in
11	order to determine the potential value and ef-
12	fectiveness of operating such a project, which
13	data includes—
14	"(i) the rate of uncompensated care;
15	"(ii) the number of women lacking
16	prenatal services;
17	"(iii) immunization rates; and
18	"(iv) the number of employers that do
19	not provide health insurance to their em-
20	ployees; and
21	"(E) has conducted a basic evaluation of
22	State health insurance and local laws that
23	might impact the implementation of the project.

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1	"(2) AGREEMENTS.—A grant may be made
2	under subsection (a) for a project only if the appli-
3	cant involved agrees as follows:
4	"(A) Eligibility criteria will be established
5	for employers to participate in the project, in-
6	cluding the requirement that the employers be
7	located within the service area defined under
8	paragraph $(1)(A)$ for the project, which may in-
9	clude—
10	"(i) a maximum average income
11	earned by the employees of the business;
12	"(ii) criteria, in addition to the 12-
13	month periods under subsection (a), to
14	avoid creating any incentive for an em-
15	ployer or self-employed individual to dis-
16	continue health plans or health insurance
17	policies; and
18	"(iii) such other criteria as the con-
19	sortium under paragraph $(1)(B)$ considers
20	to be appropriate.
21	"(B) A network of health care providers
22	will be formed to provide services to qualifying
23	employees and self-employed individuals who
24	participate in the project, which services will be

1	provided according to a schedule of fees and co-
2	payments negotiated by the project.
3	"(C) Of the cost of providing health care
4	coverage through the project—
5	"(i) not more than 30 percent will be
6	paid by the project with funds from the
7	grant; and
8	"(ii) not less than 70 percent will be
9	paid by the employer, the employee, and
10	any additional sources of funds (such as
11	the community in which the project is lo-
12	cated) that may be available pursuant to
13	arrangements with the project.
14	"(D) A minimum benefit package will be
15	selected that includes—
16	"(i) physicians services;
17	"(ii) prescription drug benefits;
18	"(iii) in-patient hospital services;
19	"(iv) out-patient services;
20	"(v) emergency room visits;
21	"(vi) emergency ambulance services;
22	and
23	"(vii) diagnostic laboratory tests and
24	x-rays.

1	With respect to compliance with the agreement
2	under this subparagraph, the project is not re-
3	quired to provide coverage for any service per-
4	formed outside the service area of the project,
5	except to the extent that a service specified in
6	any of clauses (i) through (vii) is not reasonably
7	available within the service area.
8	"(E) The minimum benefit package will
9	not exclude coverage of a medical condition on
10	the basis that it is a pre-existing condition.
11	"(F) An entity will be selected by the con-
12	sortium under paragraph (1)(B) to carry out
13	administrative and accounting functions with
14	respect to the health care coverage to be offered
15	by the project, including monthly billings,
16	verification and enrollment of eligible employers
17	and employees, maintenance of membership ros-
18	ters, operation of the utilization management
19	program under subparagraph (G), and develop-
20	ment of a marketing plan.
21	"(G) A utilization management program
22	will be selected that ensures delivery of care in
23	the appropriate setting, using appropriate re-
24	sources and clinical practice guidelines.

1	"(H) A plan will be implemented for meas-
2	uring quality and efficiency of care provided
3	through the project within 2 years after the
4	project begins operation.
5	"(I) A plan will be implemented for man-
6	aging care for enrollees with chronic illness, as
7	well as additional cost-control initiatives that
8	will be employed by the project within 2 years
9	after the project begins operation.
10	"(J) A plan will be implemented for pro-
11	tecting the project from high risks, which may
12	include affiliation with State high-risk pool or
13	local safety net program, and purchase of rein-
14	surance.
15	"(K) A plan will be implemented for evalu-
16	ating the project on an interim basis, not less
17	frequently than annually.
18	"(d) Application for Grant.—A grant may be
19	made under subsection (a) only if an application for the
20	grant is submitted to the Secretary and the application
21	is in such form, is made in such manner, and contains
22	such agreements, assurances, and information as the Sec-
23	retary determines to be necessary to carry out this section.
24	"(e) Authorization of Appropriations.—For the
25	purpose of making grants under subsection (a), there is

authorized to be appropriated \$36,000,000 in the aggre gate for the fiscal years 2010 through 2016, of which
 there are authorized to be appropriated amounts as fol lows:

5 "(1) For fiscal year 2010, \$2,000,000.

6 "(2) For each of the fiscal years 2011 and 7 2012, \$5,000,000.

8 "(3) For each of the fiscal years 2013 through
9 2016, \$6,000,000.

10 "SEC. 330N. GRANTS FOR VOLUNTEER SPECIALTY PRO-11VIDER NETWORKS.

12 "(a) IN GENERAL.—The Secretary shall make grants 13 to public or nonprofit private entities to carry out dem-14 onstration projects for the purpose of forming and main-15 taining networks composed of health care specialists who 16 volunteer health services to eligible individuals.

17 "(b) ELIGIBLE INDIVIDUALS.—For purposes of this
18 section, the term 'eligible individual' means an individual
19 who has been enrolled by a project under subsection (a)
20 and—

21 "(1) whose employer does not provide health
22 care coverage;

23 "(2) is unable to obtain health care coverage24 through a family member or common law partner;

"(3) is at or below a poverty level specified by
 the Secretary; and

"(4) is not eligible for health services under the
program under title XVIII, XIX, or XXI of the Social Security Act (relating to the Medicare program,
the Medicaid program, and the State children's
health insurance program, respectively).

8 "(c) QUALIFIED GRANT EXPENDITURES.—A grant 9 may be made under subsection (a) for a project only if 10 the applicant involved agrees that the grant will be ex-11 pended to assist specialists that are participants in the 12 network involved through any or all of the following 13 means:

14 "(1) Paying nominal administrative fees to the
15 participants for the costs of providing services to eli16 gible individuals.

17 "(2) Assisting with the cost of training primary
18 care practitioners to manage the chronic conditions
19 that are most often treated by the network special20 ists.

21 "(3) Assisting participants with the costs of
22 providing fees to recruit specialists to practice in the
23 service area of the project.

"(4) Assisting with the costs of operating a
 community clinic staffed by volunteer network spe cialists.

4 "(5) Assisting participants with the costs of in5 stalling or operating information technology that is
6 of benefit to patients, such as technology to avoid
7 medical errors or to facilitate the authorized elec8 tronic transfer of the health records of eligible indi9 viduals.

10 "(6) Paying for necessary prescription drug
11 costs for necessary treatment prescribed by network
12 specialists.

13 "(7) Such additional means as the Secretary14 may authorize.

15 "(d) CERTAIN REQUIREMENTS FOR GRANT.—A
16 grant may be made under subsection (a) for a project only
17 if the applicant involved—

"(1) has defined a service area for the project;
"(2) has formed a consortium of various community members, leaders, and organizations in such area;

22 "(3) has ensured that the consortium has estab-23 lished a set of unified goals for the project;

1	"(4) has conducted the basic level of demo-
2	graphic research described in section
3	330M(c)(1)(D);
4	((5) has a plan for managing the care of eligi-
5	ble individuals with chronic illness; and
6	"(6) has a plan for evaluating the project on an
7	interim basis, not less frequently than once each
8	year.
9	"(e) Matching Funds.—
10	((1) IN GENERAL.—With respect to the costs of
11	the project to be carried out under subsection (a) by
12	an applicant, a grant under such subsection may be
13	made only if the applicant agrees to make available
14	(directly or through donations from public or private
15	entities) non-Federal contributions toward such
16	costs in an amount that is not less than $1\!/_3$ of such
17	costs ( $\$1$ for each $\$2$ provided in the grant).
18	"(2) Determination of amount contrib-
19	UTED.—Non-Federal contributions required in para-
20	graph (1) may be in cash or in kind, fairly evalu-
21	ated, including plant, equipment, or services.
22	Amounts provided by the Federal Government, or
23	services assisted or subsidized to any significant ex-
24	tent by the Federal Government, may not be in-

cluded in determining the amount of such non-Fed eral contributions.

3 "(f) APPLICATION FOR GRANT.—A grant may be 4 made under subsection (a) only if an application for the 5 grant is submitted to the Secretary and the application 6 is in such form, is made in such manner, and contains 7 such agreements, assurances, and information as the Sec-8 retary determines to be necessary to carry out this section. 9 "(g) AUTHORIZATION OF APPROPRIATIONS.—For the purpose of making grants under subsection (a), there is 10 11 authorized to be appropriated \$9,000,000 in the aggregate 12 for the fiscal years 2010 through 2016, of which there 13 are authorized to be appropriated amounts as follows: 14 "(1) For each of the fiscal years 2010 and 15 2011, \$500,000. "(2) For each of the fiscal years 2012 and 16

17 2013, \$1,000,000.

18 "(3) For each of the fiscal years 2014 through
19 2016, \$2,000,000.

20 "SEC. 3300. CLEARINGHOUSE FOR INFORMATION ON COM21 MUNITY-INITIATED PROJECTS TO PROVIDE
22 HEALTH CARE COVERAGE TO UNINSURED IN23 DIVIDUALS.

24 "(a) IN GENERAL.—The Secretary shall make an25 award of a grant or contract for the establishment and

1	operation of a clearinghouse to collect and make available,
2	on a national basis, information on projects under sections
3	330M and 330N and similar projects that are community-
4	initiated (referred to in this section as 'access projects').
5	"(b) CERTAIN REQUIREMENTS.—The Secretary shall
6	ensure that the information collected and made available
7	under subsection (a) by the Clearinghouse includes the fol-
8	lowing:
9	"(1) A database identifying technical-assistance
10	experts who are or have been involved in the plan-
11	ning or operation of access projects.
12	((2) Information regarding the success and
13	progress of access projects, including—
14	"(A) information on best-practices identi-
15	fied for such projects;
16	"(B) the number of individuals who lacked
17	health care coverage prior to receiving such cov-
18	erage through the projects;
19	"(C) the number of individuals served by
20	the projects who have chronic conditions that
21	are managed by the projects;
22	"(D) the economic impact of the projects
23	for businesses in the communities in which the
24	projects operated; and

"(E) the savings of hospitals and other
 health care providers in such communities that
 resulted from the operation of the projects.

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4 "(c) APPLICATION.—An award may be made under 5 subsection (a) only if an application for the award is sub-6 mitted to the Secretary and the application is in such 7 form, is made in such manner, and contains such agree-8 ments, assurances, and information as the Secretary de-9 termines to be necessary to carry out this section.

10 "(d) SOLICITATION OF REPORTS.—The Secretary 11 may carry out a program to encourage public and private 12 entities that plan or operate access projects to submit to 13 the Clearinghouse reports that provide information on the 14 projects.

15 "(e) DEFINITION.—For purposes of this section, the
16 term 'Clearinghouse' means the clearinghouse under sub17 section (a).

18 "(f) AUTHORIZATION OF APPROPRIATION.—For the 19 purpose of making awards under subsection (a), there are 20 authorized to be appropriated such sums as may be nec-21 essary for each of the fiscal years 2010 through 2016.".