## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 1542 Session of 2017

INTRODUCED BY WARD, SCHEMEL, COX, PICKETT, McGINNIS, A. HARRIS, B. MILLER, MILLARD, OBERLANDER, PHILLIPS-HILL, RAPP, ROEBUCK, STAATS, SANKEY, METCALFE, WENTLING, GABLER, NESBIT, EVERETT, SAYLOR, CUTLER, ROTHMAN, TOPPER, DIAMOND, WARNER, GROVE, BENNINGHOFF, ROAE, GREINER, GILLEN, FEE, KAUFFMAN, KLUNK, SACCONE, HICKERNELL, ORTITAY, HENNESSEY, BAKER, RADER, BLOOM, KNOWLES, DUSH, TURZAI, MARSHALL, DUNBAR AND M. K. KELLER, JUNE 13, 2017

REFERRED TO COMMITTEE ON HEALTH, JUNE 13, 2017

## AN ACT

Amending the act of April 9, 1929 (P.L.343, No.176), entitled, as amended, "An act relating to the finances of the State 2 government; providing for the settlement, assessment, 3 collection, and lien of taxes, bonus, and all other accounts due the Commonwealth, the collection and recovery of fees and 5 other money or property due or belonging to the Commonwealth, 6 or any agency thereof, including escheated property and the 7 proceeds of its sale, the custody and disbursement or other 8 disposition of funds and securities belonging to or in the 9 possession of the Commonwealth, and the settlement of claims 10 against the Commonwealth, the resettlement of accounts and 11 appeals to the courts, refunds of moneys erroneously paid to 12 the Commonwealth, auditing the accounts of the Commonwealth 13 and all agencies thereof, of all public officers collecting 14 moneys payable to the Commonwealth, or any agency thereof, 15 and all receipts of appropriations from the Commonwealth, 16 17 authorizing the Commonwealth to issue tax anticipation notes to defray current expenses, implementing the provisions of 18 section 7(a) of Article VIII of the Constitution of 19 Pennsylvania authorizing and restricting the incurring of 20 certain debt and imposing penalties; affecting every 21 22 department, board, commission, and officer of the State government, every political subdivision of the State, and 23 certain officers of such subdivisions, every person, 24 25 association, and corporation required to pay, assess, or collect taxes, or to make returns or reports under the laws 26 imposing taxes for State purposes, or to pay license fees or 27 other moneys to the Commonwealth, or any agency thereof, 28

| 1<br>2<br>3 | every State depository and every debtor or creditor of the Commonwealth," in general budget implementation, further providing for Department of Human Services. |
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| 4           | The General Assembly of the Commonwealth of Pennsylvania  |
| 5           | hereby enacts as follows:   |
| 6           | Section 1. Section 1729-E of the act of April 9, 1929   |
| 7           | (P.L.343, No.176), known as The Fiscal Code, is amended by  |
| 8           | adding a paragraph to read:   |
| 9           | Section 1729-E. Department of Human Services.   |
| 10          | The following shall apply to appropriations for the   |
| 11          | Department of Human Services:   |
| 12          | * * *   |
| 13          | (4) The following shall apply:  |
| 14          | (i) Subject to any applicable requirements of   |
| 15          | Federal statutes, rules, regulations or guidelines:   |
| 16          | (A) Any expenditures or grants of public funds  |
| 17          | for family planning services by the department shall  |
| 18          | be made in the following order of priority:   |
| 19          | (I) To nonpublic hospitals and federally  |
| 20          | qualified health centers.   |
| 21          | (II) To rural health clinics.   |
| 22          | (III) To State health centers.  |
| 23          | (IV) To nonpublic health providers that have  |
| 24          | as their primary purpose the provision of the   |
| 25          | primary health care services enumerated under   |
| 26          | section 254b(b)(1) of the Public Health Service   |
| 27          | Act (58 Stat. 682, 42 U.S.C. § 254b(b)(1)).   |
| 28          | (B) The department may not enter into a contract  |
| 29          | with or make a grant to any entity that performs  |
| 30          | abortions that are not federally qualified abortions  |
| 31          | or maintains or operates a facility where such  |

| 1  | abortions are performed, except as required by            |
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| 2  | Federal law when the services are provided under          |
| 3  | Medicaid and by a qualified provider approved by the      |
| 4  | Centers for Medicaid and Medicare Services.               |
| 5  | (ii) Nothing in this paragraph shall be construed to      |
| 6  | apply to the receipt or administration of public funds    |
| 7  | under Title XIX of the Social Security Act (49 Stat. 620, |
| 8  | 42 U.S.C. § 1396 et seq.).                                |
| 9  | (iii) The Attorney General may bring an action in         |
| 10 | law or equity to enforce the provisions of this paragraph |
| 11 | and relief shall be available in appropriate              |
| 12 | circumstances, including, but not limited to, recoupment  |
| 13 | and declaratory and injunctive relief, including, but not |
| 14 | limited to, suspension or debarment.                      |
| 15 | (iv) Any entity eligible for the receipt of public        |
| 16 | funds shall possess standing to bring any action that the |
| 17 | Attorney General has authority to bring under the         |
| 18 | provisions of subparagraph (i), provided that, if an      |
| 19 | expenditure or grant of public funds made in violation of |
| 20 | this paragraph results in the reduction of public funds   |
| 21 | and a court awards monetary relief, the amount recovered  |
| 22 | shall be deposited into one or more accounts maintained   |
| 23 | by the Commonwealth for public funds.                     |
| 24 | (v) In an action brought under this paragraph, a          |
| 25 | prevailing plaintiff shall be entitled to an award of     |
| 26 | reasonable attorney fees and costs.                       |
| 27 | (vi) The General Assembly, through one or more            |
| 28 | members duly appointed by resolution of their respective  |
| 29 | chamber, may intervene as a matter of right in any case   |
| 30 | in which the constitutionality of this paragraph is       |

| 1  | <u>challenged.</u>  |
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| 2  | (vii) Any encumbrance of public funds in derogation       |
| 3  | of the provisions of subparagraph (i) shall be null and   |
| 4  | void as of the effective date of this paragraph, and the  |
| 5  | funds so encumbered shall be reallocated to eligible      |
| 6  | entities.   |
| 7  | (viii) It is the intent of the General Assembly that      |
| 8  | every provision of this paragraph shall operate with      |
| 9  | equal force and shall be severable one from the other,    |
| 10 | and that, in the event that any provision of this         |
| 11 | paragraph is held invalid or unenforceable by a court of  |
| 12 | competent jurisdiction, the provision shall be            |
| 13 | accordingly deemed severable and the remaining provisions |
| 14 | deemed fully enforceable.                                 |
| 15 | (ix) This paragraph shall apply to fiscal years           |
| 16 | beginning after June 30, 2017.                            |
| 17 | (x) The following words and phrases when used in          |
| 18 | this paragraph shall have the meanings given to them in   |
| 19 | this subparagraph unless the context clearly indicates    |
| 20 | <pre>otherwise:</pre>                                     |
| 21 | "Abortion." The use of any means to terminate the         |
| 22 | clinically diagnosable pregnancy of a woman with          |
| 23 | knowledge that the termination by those means will cause, |
| 24 | with reasonable likelihood, the death of the unborn       |
| 25 | child. The term does not include birth control devices or |
| 26 | oral contraceptives used to inhibit or prevent ovulation, |
| 27 | conception or the implantation of a fertilized ovum in    |
| 28 | the uterus, or the use of any means to increase the       |
| 29 | probability of a live hirth to preserve the life or       |

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health of the child after a live birth, to terminate an

| 1  | ectopic pregnancy or to remove a dead fetus.             |
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| 2  | "Federally qualified abortion." An abortion              |
| 3  | qualified for Federal matching funds under the Medicaid  |
| 4  | program.   |
| 5  | "Federally qualified health center." An entity as        |
| 6  | defined under section 1905(1)(2)(B) of the Social        |
| 7  | Security Act (49 Stat. 620, 42 U.S.C. § 1396d(1)(2)(B))  |
| 8  | that is eligible to receive Federal funds.               |
| 9  | "Hospital." A primary or tertiary care facility          |
| 10 | licensed under State law.                                |
| 11 | "Public funds." State funds from whatever source,        |
| 12 | including, without limitation, State general revenue     |
| 13 | funds, State special account and limited purpose grants  |
| 14 | or loans and Federal funds provided under Title X of the |
| 15 | Public Health Service Act (58 Stat. 682, 42 U.S.C. § 201 |
| 16 | et seq.) and Titles IV, V and XX of the Social Security  |
| 17 | Act (49 Stat. 620, 42 U.S.C. § 301 et seq.).             |
| 18 | "Rural health clinic." The term as defined in            |
| 19 | section 1861(aa)(2) of the Social Security Act (49 Stat. |
| 20 | 620, 42 U.S.C. § 1395x (aa)(2)).                         |
| 21 | Section 2. This act shall take effect immediately.       |