THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 108

Session of 2013

INTRODUCED BY MICOZZIE, DeLUCA, NEILSON, MALONEY AND CALTAGIRONE, JANUARY 15, 2013

SENATOR CORMAN, APPROPRIATIONS, IN SENATE, RE-REPORTED AS AMENDED, SEPTEMBER 23, 2013

AN ACT

Amending the act of May 17, 1921 (P.L.682, No.284), entitled "An <-act relating to insurance; amending, revising, and consolidating the law providing for the incorporation of insurance companies, and the regulation, supervision, and protection of home and foreign insurance companies, Lloyds associations, reciprocal and inter insurance exchanges, and fire insurance rating bureaus, and the regulation and supervision of insurance carried by such companies, associations, and exchanges, including insurance carried by 9 the State Workmen's Insurance Fund; providing penalties; and 10 repealing existing laws," further providing for expiration. 11 AMENDING THE ACT OF MAY 17, 1921 (P.L.682, NO.284), ENTITLED "AN <--12 ACT RELATING TO INSURANCE; AMENDING, REVISING, AND 13 CONSOLIDATING THE LAW PROVIDING FOR THE INCORPORATION OF 14 INSURANCE COMPANIES, AND THE REGULATION, SUPERVISION, AND PROTECTION OF HOME AND FOREIGN INSURANCE COMPANIES, LLOYDS 15 16 ASSOCIATIONS, RECIPROCAL AND INTER-INSURANCE EXCHANGES, AND 17 FIRE INSURANCE RATING BUREAUS, AND THE REGULATION AND SUPERVISION OF INSURANCE CARRIED BY SUCH COMPANIES, 19 ASSOCIATIONS, AND EXCHANGES, INCLUDING INSURANCE CARRIED BY 20 21 THE STATE WORKMEN'S INSURANCE FUND; PROVIDING PENALTIES; AND REPEALING EXISTING LAWS, " FURTHER PROVIDING FOR DEFINITIONS, 22 FOR CHILDREN'S HEALTH CARE AND FOR EXPIRATION. 23 24 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 26 Section 1. Section 2362 of act of May 17, 1921 (P.L.682,

No.284), known as The Insurance Company Law of 1921, amended

- 1 March 22, 2010 (P.L.147, No.14), is amended to read:
- 2 Section 2362. Expiration. This article shall expire
- 3 December 31, [2013] <u>2015</u>.
- 4 Section 2. This act shall take effect immediately.
- 5 SECTION 1. THE DEFINITION OF "UNINSURED PERIOD" IN SECTION <--
- 6 2303 OF THE ACT OF MAY 17, 1921 (P.L.682, NO.284), KNOWN AS THE
- 7 INSURANCE COMPANY LAW OF 1921, AMENDED NOVEMBER 2, 2006
- 8 (P.L.1314, NO.136), IS AMENDED TO READ:
- 9 SECTION 2303. DEFINITIONS.--AS USED IN THIS ARTICLE, THE
- 10 FOLLOWING WORDS AND PHRASES SHALL HAVE THE MEANINGS GIVEN TO
- 11 THEM IN THIS SECTION:
- 12 * * *
- 13 ["UNINSURED PERIOD." EXCEPT FOR CHILDREN TWO YEARS OF AGE OR
- 14 LESS, A CONTINUOUS PERIOD OF TIME OF NOT LESS THAN SIX (6)
- 15 CONSECUTIVE MONTHS IMMEDIATELY PRECEDING ENROLLMENT DURING WHICH
- 16 A CHILD HAS BEEN WITHOUT HEALTH CARE INSURANCE COVERAGE IN
- 17 ACCORDANCE WITH THE REOUIREMENTS OF THIS ARTICLE.
- 18 * * *
- 19 SECTION 2. SECTION 2311(C)(1.1), (F.1) AND (L)(6.1) OF THE
- 20 ACT, AMENDED NOVEMBER 2, 2006 (P.L.1314, NO.136), ARE AMENDED TO
- 21 READ:
- 22 SECTION 2311. CHILDREN'S HEALTH CARE.--
- 23 * * *
- 24 (C) * * *
- 25 (1.1) BEGINNING JANUARY 1, 2007, AND SUBJECT TO THE
- 26 PROVISIONS OF SECTION 2314, ANY INSURER RECEIVING FUNDS FROM THE
- 27 DEPARTMENT TO PROVIDE COVERAGE OF HEALTH CARE SERVICES UNDER
- 28 THIS SECTION SHALL ENROLL, TO THE EXTENT THAT FUNDS ARE
- 29 AVAILABLE, ANY CHILD WHO MEETS ALL OF THE FOLLOWING:
- 30 (I) IS A RESIDENT OF THIS COMMONWEALTH.

- 1 (II) IS NOT COVERED BY A HEALTH INSURANCE PLAN, A SELF-
- 2 INSURANCE PLAN OR A SELF-FUNDED PLAN, OR IS NOT PROVIDED ACCESS
- 3 TO HEALTH CARE COVERAGE BY COURT ORDER, OR IS NOT ELIGIBLE FOR
- 4 OR COVERED BY A MEDICAL ASSISTANCE PROGRAM ADMINISTERED BY THE
- 5 DEPARTMENT OF PUBLIC WELFARE, INCLUDING THE HEALTHY BEGINNINGS
- 6 PROGRAM.
- 7 (III) IS QUALIFIED BASED ON INCOME UNDER SUBSECTION (D),
- 8 (E.1), (E.2), (E.3) OR (E.4) [AND MEETS THE UNINSURED PERIOD
- 9 REQUIREMENTS AS PROVIDED IN SUBSECTION (F.1)].
- 10 (IV) MEETS THE CITIZENSHIP REQUIREMENTS OF TITLE XXI OF THE
- 11 SOCIAL SECURITY ACT.
- 12 * * *
- 13 (F.1) [TO BE ELIGIBLE FOR COVERAGE UNDER SUBSECTIONS (E.1),
- 14 (E.2), (E.3) AND (E.4), A CHILD OVER TWO (2) YEARS OF AGE MUST
- 15 HAVE BEEN UNINSURED FOR THE UNINSURED PERIOD UNLESS:
- 16 (1) THE CHILD'S PARENT IS ELIGIBLE TO RECEIVE BENEFITS
- 17 PURSUANT TO THE ACT OF DECEMBER 5, 1936 (2ND SP.SESS., 1937
- 18 P.L.2897, NO.1), KNOWN AS THE "UNEMPLOYMENT COMPENSATION LAW";
- 19 (2) THE CHILD'S PARENT WAS COVERED BY A HEALTH INSURANCE
- 20 PLAN, A SELF-INSURANCE PLAN OR A SELF-FUNDED PLAN BUT, AT THE
- 21 TIME OF APPLICATION FOR COVERAGE, IS NO LONGER EMPLOYED AND IS
- 22 INELIGIBLE TO RECEIVE BENEFITS UNDER THE "UNEMPLOYMENT
- 23 COMPENSATION LAW"; OR
- 24 (3) A CHILD IS TRANSFERRING FROM ONE GOVERNMENT-SUBSIDIZED
- 25 HEALTH CARE PROGRAM TO ANOTHER.] (RESERVED).
- 26 * * *
- 27 (L) A CONTRACTOR WITH WHOM THE DEPARTMENT ENTERS INTO A
- 28 CONTRACT SHALL DO THE FOLLOWING:
- 29 * * *
- 30 (6.1) THE DEPARTMENT SHALL IMPLEMENT A PREMIUM ASSISTANCE

- 1 PROGRAM PERMITTED UNDER FEDERAL REGULATIONS AND AS PERMITTED
- 2 THROUGH FEDERAL WAIVER OR STATE PLAN AMENDMENT MADE PURSUANT TO
- 3 THIS ARTICLE. NOTWITHSTANDING ANY OTHER LAW TO THE CONTRARY, IN
- 4 THE EVENT IT IS MORE COST EFFECTIVE TO PURCHASE HEALTH CARE FROM
- 5 A PARENT'S EMPLOYER-BASED PROGRAM AND THE EMPLOYER-BASED PROGRAM
- 6 MEETS THE MINIMUM COVERAGE REQUIREMENTS, EMPLOYER-BASED COVERAGE
- 7 MAY BE PURCHASED IN PLACE OF ENROLLMENT IN THE HEALTH INSURANCE
- 8 PROGRAM ESTABLISHED UNDER THIS SUBDIVISION. AN INSURER SHALL
- 9 HONOR A REQUEST FOR ENROLLMENT AND PURCHASE OF EMPLOYE GROUP
- 10 HEALTH INSURANCE REQUESTED ON BEHALF OF AN INDIVIDUAL APPLYING
- 11 FOR COVERAGE UNDER THIS ARTICLE IF THAT INDIVIDUAL:
- 12 (I) IS A RESIDENT OF THIS COMMONWEALTH;
- 13 (II) IS QUALIFIED BASED ON INCOME UNDER SECTION 2311(D),
- 14 (E.1), (E.2) OR (E.3); <u>AND</u>
- 15 (III) [MEETS THE UNINSURED PERIOD, EXCEPT THAT ANY DELAY DUE
- 16 TO AN ENROLLMENT RESTRICTION, WHICH MAY NOT EXCEED NINETY (90)
- 17 DAYS, OR DUE TO THE LENGTH OF THE DEPARTMENT'S COST
- 18 EFFECTIVENESS DETERMINATION SHALL BE COUNTED TOWARDS CALCULATING
- 19 THE UNINSURED PERIOD; AND
- 20 (IV)] MEETS THE CITIZENSHIP REQUIREMENTS OF SECTION 2311(C)
- 21 (1.1)(IV).
- 22 * * *
- 23 SECTION 3. SECTION 2362 OF THE ACT, AMENDED MARCH 22, 2010
- 24 (P.L.147, NO.14), IS AMENDED TO READ:
- 25 SECTION 2362. EXPIRATION.--THIS ARTICLE SHALL EXPIRE
- 26 DECEMBER 31, [2013] <u>2015</u>.
- 27 SECTION 4. THIS ACT SHALL TAKE EFFECT IMMEDIATELY.