AMENDMENT TO H.R.1628

OFFERED BY MS. BEUTLER OF WASHINGTON

[Page and line numbers refer to HR 1628 as posted by the Committee on Rules]

Page 30, line 25, insert ", less the amount of expenditures described in paragraph (5)" after "fiscal year".

Page 31, after line 15, insert the following:

1 "(5) Expenditures made with respect to 2 CHILDREN.—The expenditures described in this 3 paragraph are expenditures for medical assistance 4 under the State plan (including under a waiver of 5 the plan) that are attributable to children described 6 in subsection (e)(2)(C), including children who are 7 eligible for medical assistance under such State plan 8 (or under a waiver of such plan) on the basis of 9 being disabled.".

Page 34, strike line 18 and all that follows through page 35, line 7 and insert the following:

10 "(2) TARGET PER CAPITA MEDICAL ASSISTANCE 11 EXPENDITURES.—In this subsection, the term 'tar-

1	get per capita medical assistance expenditures'
2	means, for a 1903A enrollee category and State—
3	"(A) for fiscal year 2020, an amount equal
4	to—
5	"(i) the provisional FY19 target per
6	capita amount for such enrollee category
7	(as calculated under subsection $(d)(5)$) for
8	the State; increased by
9	"(ii) the applicable annual inflation
10	factor (as defined in paragraph (3)) for
11	fiscal year 2020; and
12	"(B) for each succeeding fiscal year, an
13	amount equal to—
14	"(i) the target per capita medical as-
15	sistance expenditures (under subparagraph
16	(A) or this subparagraph) for the 1903A
17	enrollee category and State for the pre-
18	ceding fiscal year, increased by
19	"(ii) the applicable annual inflation
20	factor for that succeeding fiscal year.
21	"(3) Applicable annual inflation fac-
22	TOR.—In paragraph (2), the term 'applicable annual
23	inflation factor' means, for a fiscal year—
24	"(A) for each of the 1903A enrollee cat-
25	egories described in subparagraphs (D) and (E)

1	of subsection (e)(2) and for 1903A enrollees de-
2	scribed in subparagraph (C) other than children
3	who are eligible for medical assistance under
4	such State plan (or under a waiver of such
5	plan) on the basis of being disabled, the per-
6	centage increase in the medical care component
7	of the consumer price index for all urban con-
8	sumers (U.S. city average) from September of
9	the previous fiscal year to September of the fis-
10	cal year involved; and
11	"(B) for each of the 1903A enrollee cat-
12	egories described in subparagraphs (A) and (B)
13	of subsection (e)(2) and for 1903A enrollees de-
14	scribed in subparagraph (C) who are eligible for
15	medical assistance under such State plan (or
16	under a waiver of such plan) on the basis of
17	being disabled, the percentage increase de-
18	scribed in subparagraph (A) plus 1 percentage
19	point.

Page 42, lines 23 and 24, strike "(not described in the previous subparagraph)" and insert "(not described in subparagraph (A) or (C))".

Page 43, strike lines 3 through 5 and insert the following:

1	"(C) Children.—A category of 1903A
2	enrollees who are children under 19 years of
3	age, including children who are eligible for med-
4	ical assistance under such State plan (or under
5	a waiver of such plan) on the basis of being dis-
6	abled.".
	Page 48, after line 11, insert the following:
7	"(i) Flexible Block Grant Option for
8	STATES.—
9	"(1) IN GENERAL.—In the case of a State that
10	elects the option of applying this subsection for a
11	10-fiscal-year period (beginning no earlier than fiscal
12	year 2020 and, at the State option, for any suc-
13	ceeding 10-fiscal-year period) and that has a plan
14	approved by the Secretary under paragraph (2) to
15	carry out the option for such period—
16	"(A) the State shall receive, instead of
17	amounts otherwise payable to the State under
18	this title for medical assistance for block grant
19	individuals for the State during the period in
20	which the election is in effect, the amount speci-
21	fied in paragraph (4);
22	"(B) the previous provisions of this section
23	shall be applied as if—

1	"(i) block grant individuals for the
2	State and period were not section 1903A
3	enrollees for each 10-fiscal year period for
4	which the State elects to apply this sub-
5	section; and
6	"(ii) if such option is not extended at
7	the end of a 10-fiscal-year-period, the per
8	capita limitations under such previous pro-
9	visions shall again apply after such period
10	and such limitations shall be applied as if
11	the election under this subsection had
12	never taken place;
13	"(C) the payment under this subsection
14	may only be used consistent with the State plan
15	under paragraph (2) for block grant health care
16	assistance (as defined in paragraph (6)); and
17	"(D) with respect to block grant individ-
18	uals for the State for which block grant health
19	care assistance is made available under this
20	subsection, such assistance shall be instead of
21	medical assistance otherwise provided to the in-
22	dividual under this title.
23	"(2) State plan for administering block
24	GRANT OPTION.—

1	"(A) In general.—No payment shall be
2	made under this subsection to a State pursuant
3	to an election for a 10-fiscal-year period under
4	paragraph (1) unless the State has a plan, ap-
5	proved under subparagraph (B), for such period
6	that specifies—
7	"(i) the conditions for eligibility of
8	block grant individuals for block grant
9	health care assistance under the option,
10	which shall be instead of other conditions
11	for eligibility under this title, except that
12	the plan must provide for eligibility for
13	pregnant women required to be provided
14	medical assistance under subsection
15	(a)(10)(A)(i);
16	"(ii) the types of items and services,
17	the amount, duration, and scope of such
18	services, the cost-sharing with respect to
19	such services, and the method for delivery
20	of block grant health care assistance under
21	this subsection, which shall be instead of
22	the such types, amount, duration, and
23	scope, cost-sharing, and methods of deliv-
24	ery for medical assistance otherwise re-

1	quired under this title, except that the plan
2	must provide for assistance for—
3	"(I) hospital care;
4	"(II) surgical care and treat-
5	ment;
6	"(III) medical care and treat-
7	ment;
8	"(IV) obstetrical and prenatal
9	care and treatment;
10	"(V) prescribed drugs, medicines,
11	and prosthetic devices;
12	"(VI) other medical supplies and
13	services; and
14	"(VII) health care for children
15	under 18 years of age.
16	"(B) REVIEW AND APPROVAL.—A plan de-
17	scribed in subparagraph (A) shall be deemed
18	approved by the Secretary unless the Secretary
19	determines, within 30 days after the date of the
20	Secretary's receipt of the plan, that the plan is
21	incomplete or actuarially unsound and, with re-
22	spect to such plan and its implementation
23	under this subsection, the requirements of para-
24	graphs (1), (10)(B), (17), and (23) of section
25	1902(a) shall not apply.

1	"(3) Amount of block grant funds.—
2	"(A) FOR INITIAL FISCAL YEAR.—The
3	block grant amount under this paragraph for a
4	State for the initial fiscal year in the first 10-
5	fiscal-year period is equal to the sum of the
6	products of—
7	"(i) the target per capita medical as-
8	sistance expenditures for such State for
9	such fiscal year (under subsection $(c)(2)$);
10	"(ii) the number of 1903A enrollees
11	for such State for fiscal year 2019, as de-
12	termined under subsection (e)(4); and
13	"(iii) the Federal average medical as-
14	sistance matching percentage (as defined
15	in subsection (a)(4)) for the State for fis-
16	cal year 2019.
17	"(B) FOR ANY SUBSEQUENT FISCAL
18	YEAR.—The block grant amount under this
19	paragraph for a State for each succeeding fiscal
20	year (in any 10-fiscal-year period) is equal to
21	the block grant amount under subparagraph
22	(A) (or this subparagraph) for the State for the
23	previous fiscal year increased by the annual in-
24	crease in the consumer price index for all urban

1	consumers (all items; U.S. city average) for the
2	fiscal year involved.
3	"(C) AVAILABILITY OF ROLLOVER
4	FUNDS.—The block grant amount under this
5	paragraph for a State for a fiscal year shall re-
6	main available to the State for expenditures
7	under this subsection for the succeeding fiscal
8	year but only if an election is in effect under
9	this subsection for the State in such succeeding
10	fiscal year.
11	"(4) Federal payment and state responsi-
12	BILITY.—The Secretary shall pay to each State with
13	an election in effect under this subsection for a fiscal
14	year, from its block grant amount under paragraph
15	(3) available for such fiscal year, an amount for
16	each quarter of such fiscal year equal to the en-
17	hanced FMAP described in the first sentence of sec-
18	tion 2105(b), and the State is responsible for the
19	balance of funds to carry out such plan.
20	"(5) Block grant individual defined.—In
21	this subsection, the term 'block grant individual'
22	means, with respect to a State for a 10-fiscal-year
23	period, an individual who is not disabled (as defined
24	for purposes of the State plan) and who is within
25	the 1903A enrollee category specified in subpara-

1	graph (E) of subsection (e)(2) for the State and
2	such period.
3	"(6) Block grant health care assist-
4	ANCE.—In this subsection, the term 'block grant
5	health care assistance' means assistance for health-
6	care-related items and medical services for block
7	grant individuals for the State and 10-fiscal-year pe-
8	riod involved who are low-income individuals (as de-
9	fined by the State).
10	"(7) AUDITING.—As a condition of receiving
10 11	"(7) AUDITING.—As a condition of receiving funds under this subsection, a State shall contract
11	funds under this subsection, a State shall contract
11 12	funds under this subsection, a State shall contract with an independent entity to conduct audits of its
11 12 13	funds under this subsection, a State shall contract with an independent entity to conduct audits of its expenditures made with respect to activities funded
11 12 13 14	funds under this subsection, a State shall contract with an independent entity to conduct audits of its expenditures made with respect to activities funded under this subsection for each fiscal year for which
11 12 13 14 15	funds under this subsection, a State shall contract with an independent entity to conduct audits of its expenditures made with respect to activities funded under this subsection for each fiscal year for which the State elects to apply this subsection to ensure

