## [DISCUSSION DRAFT]

| 11 | 5тн СС<br>1sт Si |       |     | 3  |     | I.     | R.       |     |    |         |     |    |          |    |
|----|------------------|-------|-----|----|-----|--------|----------|-----|----|---------|-----|----|----------|----|
| То | amend            | title | XIX | of | the | Social | Security | Act | to | provide | for | an | increase | ed |

officers of State agencies, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

Federal medical assistance percentage for the compensation of qualified

| M    | _ introduced tl | he following | bill; which | was ref | erred to | the |
|------|-----------------|--------------|-------------|---------|----------|-----|
| Comm | ittee on        |              |             |         |          |     |
|      |                 |              |             |         |          |     |

## A BILL

- To amend title XIX of the Social Security Act to provide for an increased Federal medical assistance percentage for the compensation of qualified officers of State agencies, 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.
  - This Act may be cited as the "Helping Unite Man-
  - 5 agers who have Abilities with Novel Chances to Activate
  - 6 the Possibilities of Innovation, Transformation, And Lead-

| 1  | ership in Medicaid Act" or the "HUMAN CAPITAL in            |
|----|---|
| 2  | Medicaid Act".  |
| 3  | SEC. 2. INCREASED FMAP FOR COMPENSATION OF QUALI-           |
| 4  | FIED OFFICERS OF STATE AGENCIES.                            |
| 5  | (a) In General.—Notwithstanding any other provi-            |
| 6  | sion of law, for each calendar quarter occurring during     |
| 7  | the period beginning on January 1, 2019, [and ending        |
| 8  | on January 1, 2026], the Secretary of Health and Human      |
| 9  | Services shall pay to each State which has a plan approved  |
| 10 | under title XIX of the Social Security Act (42 U.S.C.       |
| 11 | 1396 et seq.) (or a waiver of such plan) an amount equal    |
| 12 | to [80 percent] of the sums expended during such quarter    |
| 13 | as are attributable to the basic rate of pay of each quali- |
| 14 | fied officer of the State agency administering such plan    |
| 15 | (or such waiver) if the State provides each such officer    |
| 16 | pay that is equal to—                                       |
| 17 | (1) twice the State limit on the basic rate of              |
| 18 | pay of such officer; or                                     |
| 19 | (2) in the case of no State limit on the basic              |
| 20 | rate of pay, the average basic rate of pay of such of-      |
| 21 | ficer during the three-year period preceding such           |
| 22 | quarter.  |
| 23 | (b) QUALIFIED OFFICER DEFINED.—In this section,             |
| 24 | the term "qualified officer" means, with respect to each    |
| 25 | State agency administering a State plan under title XIX     |

| 1  | of the Social Security Act (42 U.S.C. 1396 et seq.) (or   |
|----|---|
| 2  | a waiver of such plan), any of the following individuals: |
| 3  | (1) An individual serving as the Chief Financial          |
| 4  | Officer (or an equivalent position as determined by       |
| 5  | the Secretary) of the State agency who has—               |
| 6  | (A) received—   |
| 7  | (i) a bachelor's degree in finance, ac-                   |
| 8  | counting, business, or a similar discipline;              |
| 9  | (ii) a master's degree in business ad-                    |
| 10 | ministration; or  |
| 11 | (iii) certification as a Certified Public                 |
| 12 | Accountant;   |
| 13 | (B) experience serving as—                                |
| 14 | (i) the Chief Financial Officer (or an                    |
| 15 | equivalent position as determined by the                  |
| 16 | Secretary) of an entity with annual net                   |
| 17 | sales of at least \$500,000,000 for each                  |
| 18 | year of such tenure;                                      |
| 19 | (ii) the Senior Vice President of Fi-                     |
| 20 | nance (or an equivalent position as deter-                |
| 21 | mined by the Secretary) of an entity with                 |
| 22 | annual net sales of at least \$1,000,000,000              |
| 23 | for each year of such tenure; or                          |
| 24 | (iii) the senior team lead (or an equiv-                  |
| 25 | alent position as determined by the Sec-                  |

| 1  | retary) of at least five consulting teams             |
|----|---|
| 2  | supporting a Chief Financial Officer or               |
| 3  | senior finance team of an entity with an-             |
| 4  | nual net sales of at least \$500,000,000 for          |
| 5  | each year of such tenure; and                         |
| 6  | (C) a comprehensive understanding of fi-              |
| 7  | nancial operations, as demonstrated through at        |
| 8  | least 10 years of commercial or consulting expe-      |
| 9  | rience in one or more industries, including           |
| 10 | health care (including the Medicaid program           |
| 11 | under title XIX of the Social Security Act (42        |
| 12 | U.S.C. 1396 et seq.)).                                |
| 13 | (2) An individual serving as the Chief Informa-       |
| 14 | tion Officer (or an equivalent position as determined |
| 15 | by the Secretary) of the State agency who has—        |
| 16 | (A) received a bachelor's degree in a tech-           |
| 17 | nology-related discipline;                            |
| 18 | (B) experience serving as—                            |
| 19 | (i) the Chief Information Officer (or                 |
| 20 | an equivalent position as determined by               |
| 21 | the Secretary) of an entity with annual net           |
| 22 | sales of at least \$500,000,000 for each              |
| 23 | year of such tenure;                                  |
| 24 | (ii) the Senior Vice President of Infor-              |
| 25 | mation Technology (or an equivalent posi-             |

| 1  | tion as determined by the Secretary) of an          |
|----|---|
| 2  | entity with annual net sales of at least            |
| 3  | \$1,000,000,000 for each year of such ten-          |
| 4  | ure; or   |
| 5  | (iii) the senior team lead (or an equiv-            |
| 6  | alent position as determined by the Sec-            |
| 7  | retary) of at least five consulting teams           |
| 8  | supporting a Chief Information Officer or           |
| 9  | senior information technology team of an            |
| 10 | entity with annual net sales of at least            |
| 11 | \$500,000,000 for each year of such tenure;         |
| 12 | and   |
| 13 | (C) a comprehensive understanding of in-            |
| 14 | formation technology operations, as dem-            |
| 15 | onstrated through at least 10 years of commer-      |
| 16 | cial or consulting experience in one or more in-    |
| 17 | dustries, including health care (including the      |
| 18 | Medicaid program under title XIX of the Social      |
| 19 | Security Act (42 U.S.C. 1396 et seq.)).             |
| 20 | [(3) An individual serving as the State Med-        |
| 21 | icaid director (or an equivalent position as deter- |
| 22 | mined by the Secretary)—]                           |
| 23 | [(A) who was hired as such State Med-               |
| 24 | icaid director (or such equivalent position)        |
| 25 | [after the State consulted with an appropriate      |

| 1                          | third party, such as a recruitment firm, to en-   |
|----------------------------|---|
| 2                          | sure the State considered candidates for such   |
| 3                          | directorship position (or such equivalent posi-   |
| 4                          | tion) who were internal as well as external to  |
| 5                          | such State agency];]  |
| 6                          | [(B) who has management experience con-   |
| 7                          | sisting of oversight or management of at least  |
| 8                          | 20 full-time equivalents and budgetary responsi-  |
| 9                          | bility; and   |
| 10                         | [(C) who has—]  |
| 11                         | [(i) at least—]   |
| 12                         | [(I) 1 year of experience serving   |
| 13                         | as such State Medicaid director (or   |
| 14                         | such equivalent position); and  |
| 15                         | [(II) [5] years of experience   |
| 16                         | serving in a State agency admin-  |
| 10                         | sorving in a state agency admin   |
| 17                         | istering a State plan under title XIX   |
|                            |   |
| 17                         | istering a State plan under title XIX   |
| 17<br>18                   | istering a State plan under title XIX of the Social Security Act (42 U.S.C.   |
| 17<br>18<br>19             | istering a State plan under title XIX of the Social Security Act (42 U.S.C. 1396 et seq.) as the budget director,   |
| 17<br>18<br>19<br>20       | istering a State plan under title XIX of the Social Security Act (42 U.S.C. 1396 et seq.) as the budget director, chief [operating] officer, or general                                       |
| 17<br>18<br>19<br>20<br>21 | istering a State plan under title XIX of the Social Security Act (42 U.S.C. 1396 et seq.) as the budget director, chief [operating] officer, or general counsel (or an equivalent position as |

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| 1 | an  | equivalent  | position | as | determined | by |
|---|-----|-------------|----------|----|------------|----|
| 2 | the | Secretary). | 1        |    |            |    |