THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 1411 Session of 1991

INTRODUCED BY DENT, SAURMAN, FARGO, ULIANA, PETRONE, BELFANTI, GANNON, GEIST, FOX, M. N. WRIGHT, KING, HARPER, RITTER, HALUSKA, LAWLESS, JOHNSON, NOYE, TRELLO, WOGAN, KENNEY, NAHILL, BILLOW, BELARDI, ANGSTADT, THOMAS, LAUGHLIN, KRUSZEWSKI, SEMMEL AND J. TAYLOR, MAY 15, 1991

REFERRED TO COMMITTEE ON HEALTH AND WELFARE, MAY 15, 1991

AN ACT

- Amending the act of June 13, 1967 (P.L.31, No.21), entitled "An act to consolidate, editorially revise, and codify the public welfare laws of the Commonwealth," providing for a personal needs allowance for recipients of medical assistance who reside in institutions.
- 6 Federal regulations implemented by the Department of Public
- 7 Welfare require all gross income of institutionalized persons to
- 8 be used toward their cost of care. Medical assistance recipient
- 9 residents of institutions who claim property tax or rent rebates
- 10 must now turn the rebate over to the institution instead of
- 11 keeping it as they previously had. Therefore, to offset the
- 12 loss, the personal needs allowance which the residents may
- 13 retain from their own monthly income should be increased; and a
- 14 statutory base in Pennsylvania for the personal needs allowance
- 15 should be established.
- 16 The General Assembly of the Commonwealth of Pennsylvania
- 17 hereby enacts as follows:
- 18 Section 1. Section 443.1 of the act of June 13, 1967

- 1 (P.L.31, No.21), known as the Public Welfare Code, amended July
- 2 15, 1976 (P.L.993, No.202), is amended to read:
- 3 Section 443.1. Medical Assistance Payments for Institutional
- 4 Care. -- The following medical assistance payments shall be made
- 5 in behalf of eligible persons whose institutional care is
- 6 prescribed by physicians:
- 7 (1) The reasonable cost of inpatient hospital care, as
- 8 specified by regulations of the department adopted under Title
- 9 XIX of the Federal Social Security Act and certified to the
- 10 department by the Auditor General for a bed patient on a
- 11 continuous twenty-four hour a day basis in a multi bed
- 12 accommodation of a hospital, exclusive of a hospital or distinct
- 13 part of a hospital wherein twenty-five percent of patients
- 14 remain six months or more. To be eligible for such payments a
- 15 hospital must be qualified to participate under Title XIX of the
- 16 Federal Social Security Act and have entered into a written
- 17 agreement with the department regarding matters designated by
- 18 the secretary as necessary to efficient administration, such as
- 19 hospital utilization, maintenance of proper cost accounting
- 20 records and access to patients' records. Such efficient
- 21 administration shall require the department to permit
- 22 participating hospitals to utilize the same fiscal intermediary
- 23 for this Title XIX program as such hospitals use for the Title
- 24 XVIII program;
- 25 (2) The cost of skilled nursing and intermediate nursing
- 26 care in State-owned geriatric centers, institutions for the
- 27 mentally retarded, institutions for the mentally ill, and in
- 28 county homes which meet the State and Federal requirements for
- 29 participation under Title XIX of the Federal Social Security Act
- 30 and which are approved by the department. This cost in county

- 1 homes shall be as specified by the regulations of the department
- 2 adopted under Title XIX of the Federal Social Security Act and
- 3 certified to the department by the Auditor General; elsewhere
- 4 the cost shall be determined by the department;
- 5 (3) Rates on a cost-related basis established by the
- 6 department for skilled nursing home or intermediate care in a
- 7 non-public nursing home, when furnished by a nursing home
- 8 licensed or approved by the department and qualified to
- 9 participate under Title XIX of the Federal Social Security Act;
- 10 (4) The cost of care in any mental hospital or in a public
- 11 tuberculosis hospital. To be eligible for such payments a
- 12 hospital must be qualified to participate under Title XIX of the
- 13 Federal Social Security Act and have entered into a written
- 14 agreement with the department regarding matters designated by
- 15 the secretary as necessary to efficient administration, such as
- 16 hospital utilization, maintenance of proper cost accounting
- 17 records and access to patients' records. Care in a private
- 18 mental hospital shall be limited to sixty days in a benefit
- 19 period. Only persons aged twenty-one years or under and aged
- 20 sixty-five years or older shall be eligible for care in a public
- 21 mental or tuberculosis hospital. This cost shall be the
- 22 reasonable cost, as determined by the department for a State
- 23 institution or as specified by regulations of the department
- 24 adopted under Title XIX of the Federal Social Security Act and
- 25 certified to the department by the Auditor General for county
- 26 and non-public institutions[.]:
- 27 (5) Medical assistance funded patients and residents in
- 28 skilled nursing and intermediate care facilities, institutions
- 29 for the mentally retarded, institutions for the mentally ill,
- 30 and in county homes shall be permitted to retain a minimum of

- 1 sixty dollars (\$60) per month of their own income to meet
- 2 personal needs.
- 3 Section 2. This act shall take effect in 60 days.