## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL No. 2909 Session of 2002

INTRODUCED BY TRAVAGLIO, BARRAR, BEBKO-JONES, BELARDI, BISHOP, BROWNE, BELFANTI, CALTAGIRONE, CAPPELLI, CASORIO, CAWLEY, COLAFELLA, CORRIGAN, COY, CREIGHTON, DAILEY, DeLUCA, DERMODY, DEWEESE, D. EVANS, FAIRCHILD, FICHTER, FRANKEL, FREEMAN, GEORGE, GORDNER, GRUCELA, HALUSKA, HARHAI, HARPER, HENNESSEY, JAMES, JOSEPHS, KELLER, LAUGHLIN, LEDERER, LEH, LEVDANSKY, MACKERETH, MANN, MELIO, MUNDY, PETRARCA, PISTELLA, READSHAW, ROBERTS, ROONEY, SAINATO, SANTONI, SAYLOR, SCHULER, SCRIMENTI, SEMMEL, SHANER, SOLOBAY, STABACK, STURLA, SURRA, TANGRETTI, THOMAS, TIGUE, VEON, WALKO, WOJNAROSKI, G. WRIGHT, YOUNGBLOOD AND YUDICHAK, OCTOBER 9, 2002

REFERRED TO COMMITTEE ON FINANCE, OCTOBER 9, 2002

## AN ACT

- 1 Amending the act of August 26, 1971 (P.L.351, No.91), entitled
  - "An act providing for a State Lottery and administration
- 3 thereof; authorizing the creation of a State Lottery
- 4 Commission; prescribing its powers and duties; disposition of
- 5 funds; violations and penalties therefor; exemption of prizes
- from State and local taxation and making an appropriation,"
- 7 further providing for eligibility for pharmaceutical
- 8 assistance for the elderly.
- 9 The General Assembly of the Commonwealth of Pennsylvania
- 10 hereby enacts as follows:
- 11 Section 1. The definition of "maximum annual income" in
- 12 section 502 of the act of August 26, 1971 (P.L.351, No.91),
- 13 known as the State Lottery Law, added November 21, 1996
- 14 (P.L.741, No.134), is amended to read:
- 15 Section 502. Definitions.
- 16 The following words and phrases when used in this chapter

- 1 shall have the meanings given to them in this section unless the
- 2 context clearly indicates otherwise:
- 3 \* \* \*
- 4 "Maximum annual income." For PACE eligibility, the term
- 5 shall mean annual income which shall not exceed [\$14,000]
- 6 <u>\$14,490</u> in the case of single persons nor [\$17,200] <u>\$17,802</u> in
- 7 the case of the combined annual income of persons married to
- 8 each other. Persons may, in reporting income to the Department
- 9 of Aging, round the amount of each source of income and the
- 10 income total to the nearest whole dollar, whereby any amount
- 11 which is less than 50¢ is eliminated.
- 12 \* \* \*
- 13 Section 2. Section 519 of the act, added November 21, 1996
- 14 (P.L.741, No.134), is amended to read:
- 15 Section 519. The Pharmaceutical Assistance Contract for the
- 16 Elderly Needs Enhancement Tier.
- 17 (a) Establishment.--There is hereby established within the
- 18 department a program to be known as the Pharmaceutical
- 19 Assistance Contract for the Elderly Needs Enhancement Tier
- 20 (PACENET).
- 21 (b) PACENET eligibility. -- A claimant with an annual income
- 22 of not less than [\$14,000] <u>\$14,490</u> and not more than [\$16,000]
- 23 \$16,560 in the case of a single person and of not less than
- 24 [\$17,200] \$17,802 and not more than [\$19,200] \$19,872 in the
- 25 case of the combined income of persons married to each other
- 26 shall be eligible for enhanced pharmaceutical assistance under
- 27 this section. A person may, in reporting income to the
- 28 department, round the amount of each source of income and the
- 29 income total to the nearest whole dollar, whereby any amount
- 30 which is less than 50c is eliminated.

- 1 (c) Deductible.--Upon enrollment in PACENET, eligible
- 2 claimants in the income ranges set forth in subsection (b) shall
- 3 be required to meet an annual deductible in unreimbursed
- 4 prescription drug expenses of \$500 per person. To qualify for
- 5 the deductible set forth in this subsection the prescription
- 6 drug must be purchased for the use of the eligible claimant from
- 7 a provider as defined in this chapter. The department, after
- 8 consultation with the board, may approve an adjustment in the
- 9 deductible on an annual basis.
- 10 (d) Copayment. -- For eligible claimants under this section,
- 11 the copayment schedule, which may be adjusted by the department
- 12 on an annual basis after consultation with the board, shall be:
- (i) eight dollars for noninnovator multiple source
- drugs as defined in section 702; or
- 15 (ii) fifteen dollars for single-source drugs and
- innovator multiple-source drugs as defined in section
- 17 702.
- 18 Section 3. This act shall apply to eligibility
- 19 determinations made after December 31, 2002.
- 20 Section 4. This act shall take effect in 60 days.