

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2058 Session of 2014

INTRODUCED BY TOOHIL, METCALFE, TOEPEL, SAYLOR, MILLARD,
SIMMONS, BARRAR, KAUFFMAN, ROZZI, AUMENT, BOBACK, V. BROWN,
MULLERY, HICKERNELL, GOODMAN, SWANGER, MASSER, C. HARRIS,
LUCAS, GINGRICH, ROCK, LAWRENCE, COX, SANKEY, GIBBONS,
GILLEN, HEFFLEY, MARSICO, HARHART, MURT, WATSON, GROVE AND
FLECK, MARCH 10, 2014

REFERRED TO COMMITTEE ON HEALTH, MARCH 10, 2014

AN ACT

1 Amending the act of June 13, 1967 (P.L.31, No.21), entitled "An
2 act to consolidate, editorially revise, and codify the public
3 welfare laws of the Commonwealth," adding definitions; and
4 further providing for false statements, investigations and
5 penalty and for reporting fraud.

6 The General Assembly of the Commonwealth of Pennsylvania
7 hereby enacts as follows:

8 Section 1. Section 402 of the act of June 13, 1967 (P.L.31,
9 No.21), known as the Public Welfare Code, is amended by adding
10 definitions to read:

11 Section 402. Definitions.--As used in this article, unless
12 the content clearly indicates otherwise:

13 "Access device." The Pennsylvania ACCESS Card or electronic
14 benefit transfer card.

15 * * *

16 "Authorization card." The paper authorization to participate
17 that an individual signs and then exchanges for a designated

1 amount of food stamps or benefits.

2 * * *

3 Section 2. Section 481 of the act, amended May 16, 1996
4 (P.L.175, No.35), is amended to read:

5 Section 481. False Statements; Investigations; Penalty.--(a)

6 Any person who, either prior to, or at the time of, or

7 subsequent to the application for assistance[, by means of a

8 wilfully false] or the filing of an authorization card,

9 knowingly makes a false or misleading statement or

10 misrepresentation, or by impersonation or by [wilfully]

11 knowingly failing to disclose a material fact regarding

12 eligibility or other fraudulent means, secures, or attempts to

13 secure, or aids or abets or attempts to aid or abet any person

14 in securing assistance, an access device or Federal food stamps,

15 commits a crime which shall be graded as provided in subsection

16 (b).

17 (b) Any person violating subsection (a) commits the grade of
18 crime determined from the following schedule:

19 Amount of Assistance	Degree of Crime
20 or Food Stamps	
21 [\$3,000 or more	Felony of the third degree
22 \$1,500 to \$2,999	Misdemeanor of the first degree
23 \$1,000 to \$1,499	Misdemeanor of the second degree
24 \$ 999 and under, or	
25 an attempt to commit	
26 any act prohibited in	
27 subsection (a)	Misdemeanor of the third degree]
28 <u>\$1,000 or more</u>	<u>Felony of the third degree</u>
29 <u>\$999 and under, or an</u>	
30 <u>attempt to commit any</u>	

1 act prohibited in

2 subsection (a)

Misdemeanor of the first degree

3 [Pursuant to 42 Pa.C.S. § 1515(a)(7) (relating to jurisdiction
4 and venue), jurisdiction over cases graded a misdemeanor of the
5 third degree under this section shall be vested in district
6 justices.]

7 (c) Any person committing a crime enumerated in subsection
8 (a) shall be ordered to pay restitution of any moneys received
9 by reason of any false or misleading statement,

10 misrepresentation, impersonation, failure to disclose required
11 information or fraudulent means. Restitution ordered under this
12 subsection may be paid in a lump sum, by monthly installments or
13 according to such other schedule as is deemed just by the
14 sentencing court. Notwithstanding the provisions of 18 Pa.C.S. §
15 1106(c)(2) (relating to restitution for injuries to person or
16 property) to the contrary, the period of time during which the
17 offender is ordered to make restitution may exceed the maximum
18 term of imprisonment to which the offender could have been
19 sentenced for the crime of which that person was convicted, if
20 the sentencing court determines such period to be reasonable and
21 in the interests of justice.

22 (d) There shall be a four-year statute of limitations on all
23 crimes enumerated in subsection (a).

24 (e) The [Treasury Department] Inspector General's Office
25 shall have the power to investigate and prosecute any case
26 involving replacement of or duplicate receipt of or altered
27 assistance checks or access devices and shall have the power to
28 collect any funds as a result of such investigations and
29 prosecution. For purposes of this section those employes of the
30 [Treasury Department] Inspector General's Office as are

1 designated "investigators" are given the power and authority to
2 subpoena any document for review or audit and may question and
3 subpoena any person believed to have any knowledge in such
4 cases. The [Treasury Department] Inspector General's Office
5 shall make such rules and regulations as may be necessary to
6 carry out the provisions of this section.

7 (f) An applicant for or recipient of [aid to families with
8 dependent children] temporary assistance for needy families or
9 general assistance convicted of any offense pursuant to
10 subsection (a) shall be ineligible to receive cash assistance
11 for a period of six months from the date of a first conviction,
12 for a period of twelve months from the date of a second
13 conviction and permanently from the date of a third conviction.

14 Section 3. Section 1417(b) of the act, added December 17,
15 2009 (P.L.598, No.54), is amended to read:

16 Section 1417. Fraud Reporting to Inspector General.--* * *

17 (b) The county assistance employe making a report in good
18 faith shall [not be subject to any sanctions for making a fraud
19 report.] be provided:

20 (1) Whistleblower status as provided under the act of
21 December 12, 1986 (P.L.1559, No.169), known as the
22 "Whistleblower Law."

23 (2) Immunity from civil or criminal liability for the
24 reporting of suspected fraud.

25 Section 4. This act shall take effect in 60 days.