THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2202 Session of 2020

INTRODUCED BY KLUNK, FRANKEL, KAUFFMAN, RYAN, CALTAGIRONE, KINSEY, READSHAW, YOUNGBLOOD, HENNESSEY, PICKETT, MOUL, KORTZ, RAVENSTAHL, BERNSTINE, SCHLEGEL CULVER, BROOKS, GALLOWAY, SCHLOSSBERG, D. MILLER, DALEY, McNEILL AND BOYLE, JANUARY 10, 2020

REFERRED TO COMMITTEE ON HEALTH, JANUARY 10, 2020

AN ACT

- Amending the act of June 26, 2001 (P.L.755, No.77), entitled "An act establishing a special fund and account for money 2 received by the Commonwealth from the Master Settlement 3 Agreement with tobacco manufacturers; providing for home and 4 community-based care, for tobacco use prevention and 5 cessation efforts, for Commonwealth universal research enhancement, for hospital uncompensated care, for health investment insurance, for medical assistance for workers with 8 disabilities, for regional biotechnology research centers, 9 for the HealthLink Program, for community-based health care 10 assistance programs, for PACE reinstatement and PACENET 11 12 expansion, for medical education loan assistance and for percentage allocation and appropriation of moneys," in 13 medical assistance for workers with disabilities, repealing 14 provisions relating to scope, further providing for 15 definitions and for medical assistance benefits for workers 16 17 with disabilities and workers with medically improved disabilities and providing for medical assistance benefits 18 for workers with job success, for restrictions in determining 19 eligibility, for funding for medical assistance and for 20 21 regulations. The General Assembly of the Commonwealth of Pennsylvania
- 22
- 23 hereby enacts as follows:
- 24 Section 1. Chapter 15 heading of the act of June 26, 2001
- 25 (P.L.755, No.77), known as the Tobacco Settlement Act, is
- 26 amended to read:

1 CHAPTER 15

- 2 MEDICAL ASSISTANCE FOR WORKERS [WITH DISABILITIES]
- 3 Section 2. Section 1501 of the act is repealed:
- 4 [Section 1501. Scope.
- 5 This chapter deals with medical assistance for workers with
- 6 disabilities.]
- 7 Section 3. The definitions of "department," "medical
- 8 assistance," "Medicare" and "monthly income" in section 1502 of
- 9 the act are amended and the section is amended by adding a
- 10 definition to read:
- 11 Section 1502. Definitions.
- 12 The following words and phrases when used in this chapter
- 13 shall have the meanings given to them in this section unless the
- 14 context clearly indicates otherwise:
- 15 "Department." The Department of [Public Welfare] Human
- 16 <u>Services</u> of the Commonwealth.
- 17 "Medical assistance." The State program of medical
- 18 assistance established under the act of June 13, 1967 (P.L.31,
- 19 No.21), known as the [Public Welfare] Human Services Code.
- 20 ["Medicare." The Federal program established under Title
- 21 XVIII of the Social Security Act (49 Stat. 620, 42 U.S.C. § 1395
- 22 et seq.).]
- "Monthly income." The monthly income of an individual as
- 24 determined by the Department of [Public Welfare] Human Services
- 25 when determining eligibility for medical assistance.
- 26 * * *
- 27 <u>"Worker with job success." An individual who meets all of</u>
- 28 the following:
- 29 (1) is at least 16 years of age but less than 65 years
- 30 of age;

- 1 (2) is employed and is earning at least the applicable
- 2 <u>minimum wage under section 6 of the Fair Labor Standards Act</u>
- 3 of 1938 (52 Stat. 1060, 29 U.S.C. § 206);
- 4 (3) was previously determined to be a worker with a
- 5 <u>disability and participated in medical assistance for at</u>
- 6 least one year;
- 7 (4) has monthly income that is less than:
- 8 <u>(i) four hundred percent of the Federal poverty</u>
- 9 level for fiscal years 2019-2020 and 2020-2021;
- 10 (ii) five hundred percent of the Federal Poverty
- 11 level for fiscal years 2021-2022 and 2022-2023; or
- 12 <u>(iii) six hundred percent of the Federal poverty</u>
- 13 <u>level for fiscal year 2023-2024 and each fiscal year</u>
- 14 thereafter; and
- 15 (5) may have acquired countable assets in excess of
- \$10,000 since the individual was initially deemed a worker
- 17 with a disability.
- 18 * * *
- 19 Section 4. Section 1503(a) and (d)(2) of the act are amended
- 20 to read:
- 21 Section 1503. Medical assistance benefits for workers with
- 22 disabilities and workers with medically improved
- disabilities.
- 24 (a) Program establishment.--There is established in the
- 25 department a medical assistance purchase program for workers
- 26 with disabilities and workers with medically improved
- 27 disabilities. [Appropriations to the department from the fund
- 28 for the program shall be used by the department to provide
- 29 medical assistance to a worker with a disability or a worker
- 30 with a medically improved disability.]

- 1 * * *
- 2 (d) Department responsibilities. -- The department shall:
- 3 * * *
- 4 (2) Prepare and submit by November 30, 2002, and
- 5 annually thereafter a report to the chair and minority chair
- of the [Public Health and Welfare] <u>Health and Human Services</u>
- 7 Committee of the Senate and the chair and minority chair of
- 8 the Health [and Human Services] Committee of the House of
- 9 Representatives on the number of individuals purchasing
- 10 medical benefits, the average amount paid for the benefits
- and any other information deemed necessary by the department.
- 12 The annual report shall be made available for public
- inspection and posted on the department's publicly accessible
- [World Wide Web site] <u>Internet website</u>.
- 15 Section 5. The act is amended by adding sections to read:
- 16 <u>Section 1504. Medical assistance benefits for workers with job</u>
- 17 success.
- 18 (a) Program establishment. -- There is established in the
- 19 <u>department a medical assistance purchase program for workers</u>
- 20 with job success.
- 21 (b) Workers with job success responsibilities. -- Workers with
- 22 job success seeking to purchase medical assistance benefits
- 23 shall:
- (1) Subject to subsection (c), pay to the department or
- 25 <u>its designee 7.5% of the worker's monthly income in a manner</u>
- to be determined by the department.
- 27 (2) Notify the department or its designee of any change
- in the worker's monthly income in a manner to be determined
- 29 <u>by the department.</u>
- 30 (3) Failure of a worker with job success to make

- 1 payments in accordance with paragraph (1) will result in the
- 2 termination of medical assistance coverage.
- 3 (c) Payment. -- A worker with job success with an income at or
- 4 above \$75,000 compounded by the cost-of-living increases granted
- 5 by the Federal Government under the Social Security program
- 6 annually since the calendar year 2000 seeking to purchase
- 7 medical assistance benefits under this section shall pay to the
- 8 department or its designee 100% of the Commonwealth's average
- 9 cost of medical assistance for a worker with disabilities.
- 10 (d) Provision of benefits. -- Upon receipt of a worker's
- 11 payment under subsections (b) (1) or (c), the department or its
- 12 <u>designee shall provide to the worker medical assistance benefits</u>
- 13 <u>at the categorically needy level as defined by the department.</u>
- 14 <u>Section 1505</u>. <u>Restrictions in determining eligibility</u>.
- 15 (a) Spouses or dependents. -- The department or its designee
- 16 shall not use the income or assets of a spouse or dependent of
- 17 an individual seeking to participate in the medical assistance
- 18 purchase program for workers with disabilities and workers with
- 19 medically improved disabilities under section 1503 or the
- 20 medical assistance purchase program for workers with job success
- 21 under section 1504 in determining whether the individual is
- 22 eliqible to purchase medical assistance benefits under section
- 23 1503(b)(1) or 1504(b)(1).
- 24 (b) Income or assets acquired. -- The department or its
- 25 <u>designee shall not use the income or assets acquired by an</u>
- 26 individual deemed to be a worker with a disability or a worker
- 27 with a medically improved disability under section 1503 in
- 28 determining whether the individual is eligible to participate in
- 29 the medical assistance purchase program for workers with job
- 30 <u>success under section 1504.</u>

- 1 Section 1506. Funding for medical assistance.
- 2 The department or its designee shall use all of the following
- 3 to provide medical assistance coverage to workers with
- 4 <u>disabilities</u> and workers with medically improved disabilities
- 5 under section 1503 and workers with job success under section
- 6 1504.
- 7 (1) Money received from the purchase of medical
- 8 <u>assistance benefits under section 1503(b)(1) and 1504(b)(1).</u>
- 9 (2) Money appropriated to the department from the fund
- for the medical assistance purchase program for workers with
- disabilities and workers with medically improved disabilities
- 12 <u>under section 1503 and the medical assistance purchase</u>
- program for workers with job success under section 1504.
- 14 Section 1507. Regulations.
- The department shall promulgate regulations necessary to
- 16 <u>implement the medical assistance purchase program for workers</u>
- 17 with disabilities and workers with medically improved
- 18 disabilities under section 1503 and the medical assistance
- 19 purchase program for workers with job success under section
- 20 1504.
- 21 Section 6. This act shall take effect in 60 days.