THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 51

Session of 2019

INTRODUCED BY BERNSTINE, RYAN, McNEILL, SCHLOSSBERG, LONGIETTI, MENTZER, PICKETT, HILL-EVANS, WARREN, RAPP, MIZGORSKI, DeLISSIO, DeLUCA, SOLOMON, KEEFER AND GAINEY, JANUARY 28, 2019

AS REPORTED FROM COMMITTEE ON HEALTH, HOUSE OF REPRESENTATIVES, AS AMENDED, FEBRUARY 5, 2019

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," in public assistance, 3 providing for medical assistance deemed eligibility program for home care, home health and older adult daily living center services. 6 <--7 The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows: 8 9 Section 1. The act of June 13, 1967 (P.L.31, No.21), known as the Human Services Code, is amended by adding a section to 10 11 read: 12 Section 443.13. Medical Assistance Deemed Eligibility 13 Program for Home Care, Home Health and Older Adult Daily Living Center Services. -- (a) The department shall establish a deemed <--14 15 eligibility program for home care services, home health services 16 and older adult daily living center services to prevent the <--17 unnecessary and costly institutionalization of individuals who are eligible for medical assistance nursing facility services 18

- 1 and want to receive home care and assistance with daily living
- 2 in a less restrictive setting.
- 3 (b) The program shall:
- 4 (1) be designed to provide home care services, home health
- 5 services and older adult daily living center services only for <--
- 6 <u>individuals</u> who are sixty-five years of age or older and nursing
- 7 facility clinically eligible;
- 8 (2) permit a qualified entity to submit an application for
- 9 medical assistance on behalf of individuals to the department;
- 10 (3) permit an individual who is applying for medical
- 11 <u>assistance to declare income and assets on an application form</u>
- 12 and attest to the accuracy of the income and assets provided on
- 13 the application form; and
- 14 (4) permit a qualified entity to determine the deemed
- 15 <u>eliqibility of individuals to receive medical assistance.</u>
- 16 (c) The following apply:
- 17 (1) If a qualified entity determines that an individual is
- 18 <u>deemed eliqible to receive medical assistance under subsection</u>
- 19 (b)(4), the individual may begin receiving home care services,
- 20 home health services and older adult daily living center <--
- 21 services from a medical assistance provider as soon as a
- 22 preliminary service plan is developed. As authorized under
- 23 Federal law, the department shall apply a final determination of
- 24 <u>medical assistance eliqibility beginning on the date that a</u>
- 25 qualified entity determines that an individual is deemed
- 26 eligible for medical assistance under subsection (b) (4).
- 27 (2) If a qualified entity determines that an individual is
- 28 deemed eligible under subsection (b) (4), and the individual is
- 29 subsequently determined to be ineligible for home care services,
- 30 home health services and older adult daily living center

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- 1 <u>services by the department</u>, the medical assistance provider
- 2 which provided home care services, home health services and
- 3 <u>older adult daily living center services under clause (1) shall</u> <--
- 4 <u>not be reimbursed by the Commonwealth for the cost of the home</u>
- 5 care services, home health services and older adult daily living
- 6 <u>center</u> services provided during the period of deemed <--

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- 7 <u>eliqibility</u>. If the individual provided fraudulent information
- 8 <u>under this section</u>, the medical assistance provider may seek
- 9 reimbursement from the individual for the cost of home care
- 10 services, home health services and older adult daily living
- 11 <u>center</u> services provided during the period of deemed
- 12 <u>eligibility</u>.
- 13 (3) Once the department makes a final determination of
- 14 <u>eligibility</u>, the <u>department shall authorize medical assistance</u>
- 15 payments for the first sixty days of home care services, home
- 16 health services and older adult daily living center services
- 17 provided during the period of deemed eligibility following the
- 18 date that the qualified entity established the preliminary
- 19 service plan.
- 20 (4) The department shall verify the information on the
- 21 application and make a final determination of medical assistance
- 22 eligibility. The department may request additional information
- 23 from an applicant for the purpose of completing the verification
- 24 process under this clause.
- 25 (d) Upon request, the department shall provide information
- 26 to a qualified entity about Commonwealth policies and procedures
- 27 on how to determine whether an individual may be deemed eligible
- 28 for medical assistance under subsection (b) (4).
- 29 (e) The department shall issue a medical assistance bulletin
- 30 which contains the Commonwealth policies and procedures

- 1 necessary to implement this section. The publication of the
- 2 medical assistance bulletin under this subsection shall not
- 3 <u>delay the implementation of this section.</u>
- 4 <u>(f) Within seventy-five days of the effective date of this</u>
- 5 <u>subsection</u>, the department shall apply for any necessary Federal
- 6 waiver or State plan amendment. Fifteen days prior to applying
- 7 for any necessary Federal waiver or State plan amendment, the
- 8 <u>department shall submit the proposed application to the Health</u>
- 9 and Human Services Committee of the Senate, the Health Committee
- 10 of the House of Representatives and the Human Services Committee
- 11 of the House of Representatives. The department shall maximize
- 12 the use of Federal money for the program.
- 13 (g) Within seventy-five days of the effective date of this
- 14 subsection, the department shall issue any revisions to the
- 15 State medical assistance plan as required under Title XIX of the
- 16 <u>Social Security Act (49 Stat. 620, 42 U.S.C. § 1396 et seq.).</u>
- 17 Fifteen days prior to issuing any revisions, the department
- 18 shall submit the proposed revisions to the Health and Human
- 19 Services Committee of the Senate, the Health Committee of the
- 20 House of Representatives and the Human Services Committee of the
- 21 House of Representatives.
- 22 (h) On or before January 1 of each year, the department
- 23 shall issue a report to the General Assembly with the following
- 24 <u>information about the program:</u>
- 25 (1) The number of individuals who participated in the
- 26 program.
- 27 (2) The average cost for each individual in the program.
- 28 (3) The number of qualified entities in the program.
- 29 (4) The administrative costs.
- 30 (5) The estimated savings.

- 1 (i) The Legislative Budget and Finance Committee shall
- 2 conduct a study of the fiscal impact and effectiveness of the
- 3 deemed eligibility program. The committee shall submit a final
- 4 report with its findings and recommendations to the Secretary of
- 5 the Senate and the Chief Clerk of the House of Representatives
- 6 by October 31, 2024.
- 7 (j) This section shall expire October 31, 2025.
- 8 (k) As used in this section, the following words and phrases
- 9 <u>shall have the following meanings:</u>
- "Home care services." As defined in 28 Pa. Code § 611.5
- 11 <u>(relating to definitions).</u>
- 12 "Home health services." Part-time, intermittent skilled
- 13 nursing services and therapy services provided under 28 Pa. Code
- 14 Ch. 601 (relating to home health care agencies) at an
- 15 individual's place of residence.
- 16 "Nursing facility clinically eligible." An individual who:
- 17 (1) is certified by a physician to be nursing facility
- 18 clinically eliqible;
- 19 (2) has been diagnosed with an illness, injury, disability
- 20 or medical condition by a physician which requires the
- 21 <u>individual to receive health services in accordance with the</u>
- 22 <u>following:</u>
- 23 (i) Skilled nursing and skilled rehabilitation services as
- 24 defined in 42 CFR 409.31 (relating to level of care
- 25 <u>requirement).</u>
- 26 (ii) 42 CFR 409.32 (relating to criteria for skilled
- 27 services and the need for skilled services).
- 28 (iii) 42 CFR 409.33 (relating to examples of skilled nursing
- 29 and rehabilitation services).
- 30 (iv) 42 CFR 409.34 (relating to criteria for "daily basis").

- 1 (v) 42 CFR 409.35 (relating to criteria for "practical
- 2 matter").
- 3 (3) needs health services on a regular basis in the context
- 4 of a planned program of health care and management which was
- 5 only previously available through an institutional facility.
- 6 "Nursing facility services." As defined in 42 CFR 440.40
- 7 (relating to nursing facility services for individuals age 21 or
- 8 older (other than services in an institution for mental
- 9 <u>disease</u>), EPSDT, and family planning services and supplies) or
- 10 42 CFR 440.155 (relating to nursing facility services, other
- 11 than in institutions for mental diseases).
- 12 <u>"Older adult daily living center services." Services</u> <--
- 13 provided to assist an individual with activities of daily living
- 14 and essential activities of daily living at an older adult daily
- 15 <u>living center as defined under 6 Pa. Code § 11.3 (relating to</u>
- 16 <u>definitions</u>). SERVICES PROVIDED OR ARRANGED TO ASSIST IN MEETING <--
- 17 THE NEEDS, INCLUDING PERSONAL CARE, SOCIAL, NUTRITIONAL, HEALTH
- 18 AND EDUCATIONAL NEEDS, OF CLIENTS THROUGH A PROGRAM OF SOCIAL,
- 19 EDUCATIONAL, THERAPEUTIC, REHABILITATIVE, HABILITATIVE AND
- 20 DEVELOPMENTAL ACTIVITIES. THE TERM DOES NOT INCLUDE SERVICES
- 21 PROVIDED FOR PERSONS WHOSE NEEDS CAN ONLY BE MET IN A LONG-TERM
- 22 CARE FACILITY ON AN INPATIENT BASIS RECEIVING PROFESSIONALLY
- 23 SUPERVISED NURSING CARE AND RELATED MEDICAL CARE AND OTHER
- 24 HEALTH SERVICES.
- 25 "Program." The deemed eligibility program established by the
- 26 <u>department under subsection (a).</u>
- 27 "Qualified entity." A home care agency, home health agency,
- 28 older adult daily living center or an organization authorized by
- 29 the department which elects to determine the deemed eligibility
- 30 of individuals to receive medical assistance under subsection

- 1 (b) (4).
- 2 Section 2. The Secretary of Human Services shall transmit to
- 3 the Legislative Reference Bureau, for publication in the
- 4 Pennsylvania Bulletin, notice of approval of any necessary
- 5 Federal waiver or State plan amendment under section 443.13 of
- 6 the act.
- 7 Section 3. This act shall take effect as follows:
- 8 (1) Except as set forth in paragraph (2), the addition
- 9 of section 443.13 of the act shall take effect 30 days
- following publication of the notice under section 2.
- 11 (2) The addition of section 443.13(f) of the act shall
- 12 take effect immediately.
- 13 (3) The remainder of this act shall take effect
- immediately.