THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 2202 Session of 2020

INTRODUCED BY KLUNK, FRANKEL, KAUFFMAN, RYAN, CALTAGIRONE,	
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JANUARY 10, 2020	

AS REPORTED FROM COMMITTEE ON HEALTH, HOUSE OF REPRESENTATIVES, AS AMENDED, SEPTEMBER 29, 2020

AN ACT

1	Amending the act of June 26, 2001 (P.L.755, No.77), entitled "An <
2	act establishing a special fund and account for money
3	received by the Commonwealth from the Master Settlement-
4	Agreement with tobacco manufacturers; providing for home and
5	community based care, for tobacco use prevention and
6	cessation efforts, for Commonwealth universal research
7	enhancement, for hospital uncompensated care, for health
8	investment insurance, for medical assistance for workers with
9	disabilities, for regional biotechnology research centers,
10	for the HealthLink Program, for community based health care
11	assistance programs, for PACE reinstatement and PACENET
12	expansion, for medical education loan assistance and for
13	percentage allocation and appropriation of moneys," in
14	medical assistance for workers with disabilities, repealing
15	provisions relating to scope, further providing for
16	definitions and for medical assistance benefits for workers
17	with disabilities and workers with medically improved
18	disabilities and providing for medical assistance benefits
19	for workers with job success, for restrictions in determining
20	eligibility, for funding for medical assistance and for
21	regulations.
22	AMENDING THE ACT OF JUNE 26, 2001 (P.L.755, NO.77), ENTITLED "AN <
23	ACT ESTABLISHING A SPECIAL FUND AND ACCOUNT FOR MONEY
24	RECEIVED BY THE COMMONWEALTH FROM THE MASTER SETTLEMENT
25	AGREEMENT WITH TOBACCO MANUFACTURERS; PROVIDING FOR HOME AND
26	COMMUNITY-BASED CARE, FOR TOBACCO USE PREVENTION AND
27	CESSATION EFFORTS, FOR COMMONWEALTH UNIVERSAL RESEARCH
28	ENHANCEMENT, FOR HOSPITAL UNCOMPENSATED CARE, FOR HEALTH
29	INVESTMENT INSURANCE, FOR MEDICAL ASSISTANCE FOR WORKERS WITH

1 2 3 4 5 6 7 8 9	DISABILITIES, FOR REGIONAL BIOTECHNOLOGY RESEARCH CENTERS, FOR THE HEALTHLINK PROGRAM, FOR COMMUNITY-BASED HEALTH CARE ASSISTANCE PROGRAMS, FOR PACE REINSTATEMENT AND PACENET EXPANSION, FOR MEDICAL EDUCATION LOAN ASSISTANCE AND FOR PERCENTAGE ALLOCATION AND APPROPRIATION OF MONEYS," IN MEDICAL ASSISTANCE FOR WORKERS WITH DISABILITIES, FURTHER PROVIDING FOR DEFINITIONS AND FOR MEDICAL ASSISTANCE BENEFITS FOR WORKERS WITH DISABILITIES AND WORKERS WITH MEDICALLY IMPROVED DISABILITIES.
10	The General Assembly of the Commonwealth of Pennsylvania
11	hereby enacts as follows:
12	Section 1. Chapter 15 heading of the act of June 26, 2001 <
13	(P.L.755, No.77), known as the Tobacco Settlement Act, is
14	amended to read:
15	CHAPTER 15
16	MEDICAL ASSISTANCE FOR WORKERS [WITH DISABILITIES]
17	Section 2. Section 1501 of the act is repealed:
18	[Section 1501. Scope.
19	This chapter deals with medical assistance for workers with
20	disabilities.]
21	Section 3. The definitions of "department," "medical-
22	assistance," "Medicare" and "monthly income" in section 1502 of-
23	the act are amended and the section is amended by adding a
24	definition to read:
25	Section 1502. Definitions.
26	The following words and phrases when used in this chapter
27	shall have the meanings given to them in this section unless the
28	context clearly indicates otherwise:
29	"Department." The Department of [Public Welfare] <u>Human</u>
30	<u>Services</u> of the Commonwealth.
31	"Medical assistance." The State program of medical
32	assistance established under the act of June 13, 1967 (P.L.31,
33	No.21), known as the [Public Welfare] <u>Human Services</u> Code.
34	["Medicare." The Federal program established under Title-

- 2 -

1	XVIII of the Social Security Act (49 Stat. 620, 42 U.S.C. § 1395
2	et seq.).]
3	"Monthly income." The monthly income of an individual as
4	determined by the Department of [Public Welfare] <u>Human Services</u>
5	when determining eligibility for medical assistance.
6	<u>* * *</u>
7	"Worker with job success." An individual who meets all of
8	the following:
9	(1) is at least 16 years of age but less than 65 years
10	<u>of age;</u>
11	(2) is employed and is earning at least the applicable
12	minimum wage under section 6 of the Fair Labor Standards Act
13	<u>of 1938 (52 Stat. 1060, 29 U.S.C. § 206);</u>
14	(3) was previously determined to be a worker with a
15	disability and participated in medical assistance for at
16	least one year;
17	(4) has monthly income that is less than:
18	(i) four hundred percent of the Federal poverty
19	level for fiscal years 2019-2020 and 2020-2021;
20	(ii) five hundred percent of the Federal Poverty
21	level for fiscal years 2021-2022 and 2022-2023; or
22	(iii) six hundred percent of the Federal poverty
23	level for fiscal year 2023-2024 and each fiscal year
24	thereafter; and
25	(5) may have acquired countable assets in excess of
26	\$10,000 since the individual was initially deemed a worker
27	with a disability.
28	* * *
29	Section 4. Section 1503(a) and (d)(2) of the act are amended
30	to read:
202	200HB2202PN4453 - 3 -

1	Section 1503. Medical assistance benefits for workers with
2	disabilities and workers with medically improved
3	disabilities.
4	(a) Program establishment. There is established in the
5	department a medical assistance purchase program for workers
6	with disabilities and workers with medically improved
7	disabilities. [Appropriations to the department from the fund
8	for the program shall be used by the department to provide
9	medical assistance to a worker with a disability or a worker
10	with a medically improved disability.]
11	* * *
12	(d) Department responsibilities. The department shall:
13	* * *
14	(2) Prepare and submit by November 30, 2002, and
15	annually thereafter a report to the chair and minority chair-
16	of the [Public Health and Welfare] <u>Health and Human Services</u>
17	Committee of the Senate and the chair and minority chair of
18	the Health [and Human Services] Committee of the House of-
19	Representatives on the number of individuals purchasing
20	medical benefits, the average amount paid for the benefits
21	and any other information deemed necessary by the department.
22	The annual report shall be made available for public-
23	inspection and posted on the department's publicly accessible
24	[World Wide Web site] Internet website.
25	Section 5. The act is amended by adding sections to read:
26	Section 1504. Medical assistance benefits for workers with job
27	success.
28	(a) Program establishment. There is established in the
29	department a medical assistance purchase program for workers
30	with job success.
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20200HB2202PN4453

- 4 -

1	(b) Workers with job success responsibilitiesWorkers with
2	job success seeking to purchase medical assistance benefits
3	shall:
4	(1) Subject to subsection (c), pay to the department or
5	its designee 7.5% of the worker's monthly income in a manner
6	to be determined by the department.
7	(2) Notify the department or its designee of any change
8	in the worker's monthly income in a manner to be determined
9	by the department.
10	(3) Failure of a worker with job success to make
11	payments in accordance with paragraph (1) will result in the
12	termination of medical assistance coverage.
13	(c) PaymentA worker with job success with an income at or
14	above \$75,000 compounded by the cost-of-living increases granted
15	by the Federal Government under the Social Security program
16	annually since the calendar year 2000 seeking to purchase
17	medical assistance benefits under this section shall pay to the
18	department or its designee 100% of the Commonwealth's average
19	cost of medical assistance for a worker with disabilities.
20	(d) Provision of benefits. Upon receipt of a worker's
21	payment under subsections (b)(1) or (c), the department or its
22	designee shall provide to the worker medical assistance benefits
23	at the categorically needy level as defined by the department.
24	Section 1505. Restrictions in determining eligibility.
25	(a) Spouses or dependents. The department or its designee
26	shall not use the income or assets of a spouse or dependent of
27	an individual seeking to participate in the medical assistance
28	purchase program for workers with disabilities and workers with
29	medically improved disabilities under section 1503 or the
30	medical assistance purchase program for workers with job success
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- 5 -

1	under section 1504 in determining whether the individual is
2	eligible to purchase medical assistance benefits under section
3	1503(b)(1) or 1504(b)(1).
4	(b) Income or assets acquired. The department or its
5	designee shall not use the income or assets acquired by an
6	individual deemed to be a worker with a disability or a worker
7	with a medically improved disability under section 1503 in
8	determining whether the individual is eligible to participate in
9	the medical assistance purchase program for workers with job
10	success under section 1504.
11	Section 1506. Funding for medical assistance.
12	The department or its designee shall use all of the following
13	to provide medical assistance coverage to workers with
14	disabilities and workers with medically improved disabilities
15	under section 1503 and workers with job success under section
16	<u>1504.</u>
17	(1) Money received from the purchase of medical
18	assistance benefits under section 1503(b)(1) and 1504(b)(1).
19	
	(2) Money appropriated to the department from the fund
20	(2) Money appropriated to the department from the fund for the medical assistance purchase program for workers with
20 21	
	for the medical assistance purchase program for workers with
21	for the medical assistance purchase program for workers with disabilities and workers with medically improved disabilities
21 22	for the medical assistance purchase program for workers with disabilities and workers with medically improved disabilities under section 1503 and the medical assistance purchase
21 22 23	for the medical assistance purchase program for workers with disabilities and workers with medically improved disabilities under section 1503 and the medical assistance purchase program for workers with job success under section 1504.
21 22 23 24	for the medical assistance purchase program for workers with disabilities and workers with medically improved disabilities under section 1503 and the medical assistance purchase program for workers with job success under section 1504. Section 1507. Regulations.
21 22 23 24 25	for the medical assistance purchase program for workers with disabilities and workers with medically improved disabilities under section 1503 and the medical assistance purchase program for workers with job success under section 1504. Section 1507. Regulations. The department shall promulgate regulations necessary to
21 22 23 24 25 26	for the medical assistance purchase program for workers with disabilities and workers with medically improved disabilities under section 1503 and the medical assistance purchase program for workers with job success under section 1504. Section 1507. Regulations. The department shall promulgate regulations necessary to implement the medical assistance purchase program for workers
21 22 23 24 25 26 27	for the medical assistance purchase program for workers with disabilities and workers with medically improved disabilities under section 1503 and the medical assistance purchase program for workers with job success under section 1504. Section 1507. Regulations. The department shall promulgate regulations necessary to implement the medical assistance purchase program for workers with disabilities and workers with medically improved
21 22 23 24 25 26 27 28	for the medical assistance purchase program for workers with disabilities and workers with medically improved disabilities under section 1503 and the medical assistance purchase program for workers with job success under section 1504. Section 1507. Regulations. The department shall promulgate regulations necessary to implement the medical assistance purchase program for workers with disabilities and workers with medically improved disabilities under section 1503 and the medical assistance

20200HB2202PN4453

- 6 -

1 Section 6. This act shall take effect in 60 days. 2 SECTION 1. THE DEFINITIONS OF "WORKER WITH A DISABILITY" AND <--3 "WORKER WITH A MEDICALLY IMPROVED DISABILITY" IN SECTION 1502 OF THE ACT OF JUNE 26, 2001 (P.L.755, NO.77), KNOWN AS THE TOBACCO 4 SETTLEMENT ACT, ARE AMENDED AND THE SECTION IS AMENDED BY ADDING 5 A DEFINITION TO READ: 6 7 SECTION 1502. DEFINITIONS. 8 THE FOLLOWING WORDS AND PHRASES WHEN USED IN THIS CHAPTER 9 SHALL HAVE THE MEANINGS GIVEN TO THEM IN THIS SECTION UNLESS THE 10 CONTEXT CLEARLY INDICATES OTHERWISE: * * * 11 "WORKER WITH A DISABILITY." AN INDIVIDUAL WHO MEETS ALL OF 12 13 THE FOLLOWING: 14 (1) IS AT LEAST 16 YEARS OF AGE [BUT LESS THAN 65 YEARS OF AGE] AND MEETS AGE REQUIREMENTS AS ESTABLISHED UNDER 15 APPLICABLE FEDERAL LAW; 16 (2) IS EMPLOYED AND RECEIVING COMPENSATION; 17 18 (3) IS ELIGIBLE TO RECEIVE SUPPLEMENTAL SECURITY INCOME EXCEPT FOR EARNINGS AND RESOURCES THAT EXCEED THE LIMIT 19 ESTABLISHED IN SECTION 1905 OF THE SOCIAL SECURITY ACT (49 20 STAT. 620, 42 U.S.C. § 1396D(Q)(2)(B)); 21 (4) HAS MONTHLY INCOME BELOW 250% OF THE FEDERAL POVERTY 22 23 INCOME GUIDELINES; AND 24 (5) HAS COUNTABLE RESOURCES EQUAL TO OR LESS THAN 25 \$10,000. "WORKER WITH A MEDICALLY IMPROVED DISABILITY." AN INDIVIDUAL 26 WHO MEETS ALL OF THE FOLLOWING: 27 28 (1) IS AT LEAST 16 YEARS OF AGE [BUT LESS THAN 65 YEARS 29 OF AGE] AND MEETS AGE REQUIREMENTS AS ESTABLISHED UNDER 30 APPLICABLE FEDERAL LAW;

20200HB2202PN4453

- 7 -

1 (2) IS EMPLOYED AT LEAST 40 HOURS PER MONTH AND IS 2 EARNING AT LEAST THE APPLICABLE MINIMUM WAGE UNDER SECTION 6 3 OF THE FAIR LABOR STANDARDS ACT OF 1938 (52 STAT. 1060, 29 U.S.C. § 206); 4 5 (3) WAS PREVIOUSLY A WORKER WITH A DISABILITY AND PARTICIPATED IN MEDICAL ASSISTANCE; 6 7 (4) HAS MONTHLY INCOME BELOW 250% OF THE FEDERAL POVERTY 8 INCOME GUIDELINES; AND 9 (5) HAS COUNTABLE RESOURCES EQUAL TO OR LESS THAN 10 \$10,000. "WORKER WITH JOB SUCCESS." AN INDIVIDUAL WHO MEETS ALL OF 11 12 THE FOLLOWING: 13 (1) IS AT LEAST 16 YEARS OF AGE AND MEETS AGE 14 REQUIREMENTS AS ESTABLISHED UNDER FEDERAL LAW; (2) IS EARNING AT LEAST THE MINIMUM WAGE UNDER SECTION 6 15 16 OF THE FAIR LABOR STANDARDS ACT OF 1938 (52 STAT. 1060, 29 U.S.C. § 206); 17 18 (3) HAS PARTICIPATED IN A MEDICAL ASSISTANCE FOR WORKERS 19 WITH DISABILITIES CATEGORY OR A MEDICAL ASSISTANCE FOR WORKERS WITH MEDICALLY IMPROVED DISABILITIES CATEGORY FOR THE 20 PREVIOUS 12 CONSECUTIVE MONTHS; 21 (4) HAS MONTHLY INCOME THAT IS MORE THAN 250% OF THE 22 23 FEDERAL POVERTY INCOME GUIDELINES; AND 24 (5) MAY HAVE COUNTABLE ASSETS IN EXCESS OF \$10,000 THAT 25 HAVE BEEN DEVELOPED SINCE THE INDIVIDUAL'S INITIAL 26 ELIGIBILITY UNDER THIS SUBSECTION. SECTION 2. SECTION 1503 OF THE ACT IS AMENDED TO READ: 27 SECTION 1503. MEDICAL ASSISTANCE BENEFITS FOR WORKERS WITH 28 29 DISABILITIES [AND], WORKERS WITH MEDICALLY IMPROVED DISABILITIES AND WORKERS WITH JOB SUCCESS. 30

20200HB2202PN4453

- 8 -

1 (A) PROGRAM ESTABLISHMENT.--THERE IS ESTABLISHED IN THE 2 DEPARTMENT A MEDICAL ASSISTANCE PURCHASE PROGRAM FOR WORKERS WITH DISABILITIES [AND], WORKERS WITH MEDICALLY IMPROVED 3 DISABILITIES AND WORKERS WITH JOB SUCCESS. APPROPRIATIONS TO THE 4 DEPARTMENT FROM [THE FUND] ALL SOURCES OF FUNDS FOR THE PROGRAM 5 SHALL BE USED BY THE DEPARTMENT TO PROVIDE MEDICAL ASSISTANCE TO 6 A WORKER WITH A DISABILITY [OR], A WORKER WITH A MEDICALLY 7 8 IMPROVED DISABILITY OR A WORKER WITH JOB SUCCESS. 9 (B) WORKER WITH A DISABILITY [OR], WORKER WITH A MEDICALLY 10 IMPROVED DISABILITY OR WORKER WITH JOB SUCCESS RESPONSIBILITIES.-- [A WORKER WITH A DISABILITY OR A WORKER WITH 11 A MEDICALLY IMPROVED DISABILITY SEEKING TO PURCHASE MEDICAL 12 13 ASSISTANCE BENEFITS SHALL: 14 (1) PAY TO THE DEPARTMENT OR ITS DESIGNEE 5% OF THE WORKER'S MONTHLY INCOME IN A MANNER TO BE DETERMINED BY THE 15 DEPARTMENT. 16 (2) NOTIFY THE DEPARTMENT OR ITS DESIGNEE OF ANY CHANGE 17 18 IN THE WORKER'S MONTHLY INCOME IN A MANNER TO BE DETERMINED BY THE DEPARTMENT. 19 20 (3) FAILURE OF A WORKER WITH A DISABILITY OR A WORKER WITH A MEDICALLY IMPROVED DISABILITY TO MAKE PAYMENTS IN 21 ACCORDANCE WITH PARAGRAPH (1) WILL RESULT IN THE TERMINATION 22 23 OF MEDICAL ASSISTANCE COVERAGE.] 24 (1) A WORKER WITH A DISABILITY OR A WORKER WITH A MEDICALLY IMPROVED DISABILITY SEEKING TO PURCHASE MEDICAL 25 26 ASSISTANCE BENEFITS SHALL PAY TO THE DEPARTMENT OR ITS 27 DESIGNEE 5% OF THE WORKER'S MONTHLY INCOME IN A MANNER TO BE 28 DETERMINED BY THE DEPARTMENT. FAILURE OF A WORKER WITH A 29 DISABILITY OR A WORKER WITH A MEDICALLY IMPROVED DISABILITY 30 TO MAKE PAYMENTS IN ACCORDANCE WITH THIS PARAGRAPH SHALL

- 9 -

1 RESULT IN THE TERMINATION OF MEDICAL ASSISTANCE COVERAGE. 2 (2) A WORKER WITH JOB SUCCESS SEEKING TO PURCHASE 3 MEDICAL ASSISTANCE BENEFITS SHALL PAY TO THE DEPARTMENT OR ITS DESIGNEE 7.5% OF THE WORKER'S MONTHLY INCOME IN A MANNER 4 TO BE DETERMINED BY THE DEPARTMENT. FAILURE OF A WORKER WITH 5 6 JOB SUCCESS TO MAKE PAYMENTS IN ACCORDANCE WITH THIS 7 PARAGRAPH SHALL RESULT IN THE TERMINATION OF MEDICAL 8 ASSISTANCE COVERAGE. 9 (3) A WORKER WITH A DISABILITY, A WORKER WITH A 10 MEDICALLY IMPROVED DISABILITY OR A WORKER WITH JOB SUCCESS SHALL NOTIFY THE DEPARTMENT OR ITS DESIGNEE OF ANY CHANGE IN 11 THE WORKER'S MONTHLY INCOME IN A MANNER TO BE DETERMINED BY 12 13 THE DEPARTMENT. (B.1) PAYMENT.--A WORKER WITH JOB SUCCESS WHO PARTICIPATES 14 IN MEDICAL ASSISTANCE FOR WORKERS WITH DISABILITIES WITH INCOME 15 AT OR ABOVE \$75,000 COMPOUNDED BY THE COST-OF-LIVING INCREASES 16 17 GRANTED BY THE FEDERAL GOVERNMENT UNDER THE SOCIAL SECURITY 18 PROGRAM ANNUALLY SINCE THE YEAR 2000 SEEKING TO PURCHASE MEDICAL ASSISTANCE BENEFITS SHALL PAY TO THE DEPARTMENT OR ITS DESIGNEE 19 20 100% OF THE COMMONWEALTH'S AVERAGE COST OF THE MEDICAL 21 ASSISTANCE FOR WORKERS WITH DISABILITIES PROGRAM. 22 (B.2) DETERMINATION OF ELIGIBILITY.-- ASSETS DEVELOPED BY A 23 MEDICAL ASSISTANCE FOR WORKERS WITH DISABILITIES ENROLLEE WHO 24 WAS MADE ELIGIBLE UNDER THE JOB SUCCESS CATEGORY WILL NOT BE 25 COUNTED IN THE DETERMINATION OF ELIGIBILITY FOR THE MEDICAL 26 ASSISTANCE FOR WORKERS WITH DISABILITIES PROGRAM IF THE ENROLLEE 27 LOSES ELIGIBILITY IN THE JOB SUCCESS CATEGORY. 28 (C) PROVISION OF BENEFITS. -- UPON RECEIPT OF A WORKER'S PAYMENT UNDER SUBSECTION (B)(1), THE DEPARTMENT OR ITS DESIGNEE 29 30 SHALL PROVIDE TO THE WORKER MEDICAL ASSISTANCE BENEFITS AT THE

1 CATEGORICALLY NEEDY LEVEL AS DEFINED BY THE DEPARTMENT.

2 3 (D) DEPARTMENT RESPONSIBILITIES.--THE DEPARTMENT SHALL:

(1) ADMINISTER THE MEDICAL ASSISTANCE PURCHASE PROGRAM.

4 (2) [PREPARE] ANNUALLY PREPARE AND SUBMIT BY NOVEMBER 30[, 2002, AND ANNUALLY THEREAFTER] OF EACH YEAR A REPORT TO 5 6 THE CHAIR AND MINORITY CHAIR OF THE PUBLIC HEALTH AND WELFARE COMMITTEE OF THE SENATE AND THE CHAIR AND MINORITY CHAIR OF 7 THE HEALTH AND HUMAN SERVICES COMMITTEE OF THE HOUSE OF 8 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. 11 12 THE ANNUAL REPORT SHALL BE MADE AVAILABLE FOR PUBLIC 13 INSPECTION AND POSTED ON THE DEPARTMENT'S PUBLICLY ACCESSIBLE 14 [WORLD WIDE WEB SITE] INTERNET WEBSITE.

15 SECTION 3. THIS ACT SHALL TAKE EFFECT IN 180 DAYS.