THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 890

Session of 2019

INTRODUCED BY MENSCH, SCARNATI, J. WARD, ARGALL, PITTMAN, MASTRIANO, STEFANO, COSTA, BOSCOLA, COLLETT, BLAKE, KEARNEY, LEACH, BREWSTER, YUDICHAK, PHILLIPS-HILL, BARTOLOTTA, BAKER, K. WARD AND YAW, OCTOBER 8, 2019

REFERRED TO HEALTH AND HUMAN SERVICES, OCTOBER 8, 2019

AN ACT

- Amending the act of June 26, 2001 (P.L.755, No.77), entitled "An 1 act establishing a special fund and account for money received by the Commonwealth from the Master Settlement 3 Agreement with tobacco manufacturers; providing for home and community-based care, for tobacco use prevention and 5 cessation efforts, for Commonwealth universal research 6 enhancement, for hospital uncompensated care, for health 7 8 investment insurance, for medical assistance for workers with 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 expansion, for medical education loan assistance and for 12 percentage allocation and appropriation of moneys," in 13 medical assistance for workers with disabilities, further 14 providing for definitions and for medical assistance benefits 15 for workers with disabilities and workers with medically 16 17 improved disabilities.
- 18 The General Assembly of the Commonwealth of Pennsylvania
- 19 hereby enacts as follows:
- 20 Section 1. Section 1502 of the act of June 26, 2001
- 21 (P.L.755, No.77), known as the Tobacco Settlement Act, is
- 22 amended by adding a definition to read:
- 23 Section 1502. Definitions.
- 24 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 "Worker with job success." An individual who meets all of
- 5 the following:
- 6 (1) is at least 16 years of age but less than 65 years
- 7 of age;
- 8 (2) is earning at least the minimum wage under section 6
- 9 of the Fair Labor Standards Act of 1938 (52 Stat. 1060, 29
- 10 U.S.C. § 206);
- 11 (3) was previously a worker with a disability and
- 12 participated in medical assistance for at least one year;
- 13 (4) has monthly income that is less than 400% of the
- 14 Federal poverty income guidelines during fiscal years 2019-
- 15 2020 and 2020-2021, less than 500% of the Federal poverty
- income guidelines during fiscal years 2021-2022 and 2022-2023
- 17 and less than 600% of the Federal poverty income guidelines
- in fiscal years 2023-2024 and thereafter; and
- 19 (5) may have countable assets in excess of \$10,000 that
- 20 have been developed since the individual's initial
- 21 <u>eligibility under this subsection</u>.
- 22 Section 2. Section 1503 of the act is amended to read:
- 23 Section 1503. Medical assistance benefits for workers with
- 24 disabilities [and], workers with medically improved
- 25 disabilities and workers with job success.
- 26 (a) Program establishment.--There is established in the
- 27 department a medical assistance purchase program for workers
- 28 with disabilities [and] workers with medically improved
- 29 disabilities and workers with job success. Appropriations to the
- 30 department from [the fund] <u>all sources of funds</u> for the program

- 1 shall be used by the department to provide medical assistance to
- 2 a worker with a disability [or], a worker with a medically
- 3 improved disability or a worker with job success.
- 4 (b) Worker with a disability [or], worker with a medically
- 5 improved disability or worker with job success
- 6 responsibilities. -- [A worker with a disability or a worker with
- 7 a medically improved disability seeking to purchase medical
- 8 assistance benefits shall:
- 9 (1) Pay to the department or its designee 5% of the
- worker's monthly income in a manner to be determined by the
- department.
- 12 (2) Notify the department or its designee of any change
- in the worker's monthly income in a manner to be determined
- by the department.
- 15 (3) Failure of a worker with a disability or a worker
- with a medically improved disability to make payments in
- accordance with paragraph (1) will result in the termination
- of medical assistance coverage.]
- 19 (1) A worker with a disability or a worker with a
- 20 medically improved disability seeking to purchase medical
- 21 <u>assistance benefits shall pay to the department or its</u>
- designee 5% of the worker's monthly income in a manner to be
- 23 <u>determined by the department. Failure of a worker with a</u>
- 24 disability or a worker with a medically improved disability
- 25 to make payments in accordance with this paragraph shall
- 26 result in the termination of medical assistance coverage.
- 27 (2) A worker with job success seeking to purchase
- 28 medical assistance benefits shall pay to the department or
- 29 its designee 7.5% of the worker's monthly income in a manner
- 30 to be determined by the department. Failure of a worker with

- job success to make payments in accordance with this
- 2 paragraph shall result in the termination of medical
- 3 assistance coverage.
- 4 <u>(3) A worker with a disability, a worker with a</u>
- 5 <u>medically improved disability or a worker with job success</u>
- 6 shall notify the department or its designee of any change in
- 7 the worker's monthly income in a manner to be determined by
- 8 <u>the department.</u>
- 9 (b.1) Payment. -- A worker with job success with income at or
- 10 above \$75,000 compounded by the cost-of-living increases granted
- 11 by the Federal Government under the Social Security program
- 12 <u>annually since the year 2000 seeking to purchase medical</u>
- 13 <u>assistance benefits shall pay to the department or its designee</u>
- 14 100% of the Commonwealth's average cost of the medical
- 15 <u>assistance for workers with disabilities program.</u>
- 16 (b.2) Determination of eligibility. -- The income and assets
- 17 of a spouse or dependent of a worker with medical assistance for
- 18 workers with a disability shall not be included in the
- 19 determination of eligibility for the purchase of medical
- 20 <u>assistance benefits</u>. Assets developed by a medical assistance
- 21 for workers with disabilities enrollee made eliqible under the
- 22 job success category during the worker's participation in the
- 23 medical assistance for workers with disabilities program will
- 24 not be counted in the determination of eligibility for the
- 25 medical assistance for workers with disabilities program under
- 26 the job success category.
- 27 (c) Provision of benefits.--Upon receipt of a worker's
- 28 payment under subsection (b) (1), the department or its designee
- 29 shall provide to the worker medical assistance benefits at the
- 30 categorically needy level as defined by the department.

- 1 (d) Department responsibilities. -- The department shall:
- 2 (1) Administer the medical assistance purchase program.
- 3 Prepare and submit by November 30, 2002, and 4 annually thereafter a report to the chair and minority chair of the Public Health and Welfare Committee of the Senate and 5 6 the chair and minority chair of the Health and Human Services Committee of the House of Representatives on the number of 7 8 individuals purchasing medical benefits, the average amount 9 paid for the benefits and any other information deemed 10 necessary by the department. The annual report shall be made available for public inspection and posted on the 11
- department's publicly accessible [World Wide Web site]
- 13 <u>Internet website</u>.
- 14 Section 3. This act shall take effect in 60 days.