THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 277

Session of 2019

INTRODUCED BY BROOKS, STREET, BREWSTER, PHILLIPS-HILL, HUTCHINSON, MENSCH, GORDNER, BAKER, SCHWANK, MUTH, COLLETT, VOGEL, HAYWOOD AND BROWNE, FEBRUARY 7, 2019

REFERRED TO HEALTH AND HUMAN SERVICES, FEBRUARY 7, 2019

AN ACT

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

- 1 care and assistance with daily living in a less restrictive
- 2 <u>setting.</u>
- 3 (b) The program shall:
- 4 (1) be designed to provide home care services, home health
- 5 <u>services and older adult daily living center services only for</u>
- 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 <u>home health services and older adult daily living center</u>
- 21 services from a medical assistance provider as soon as the
- 22 <u>individual signs a preliminary service plan for those services.</u>
- 23 As authorized under Federal law, the department shall apply a
- 24 <u>final determination of medical assistance eliqibility beginning</u>
- 25 on the date that a qualified entity determines that an
- 26 individual is deemed eligible for medical assistance under
- 27 subsection (b)(4).
- 28 (2) If a qualified entity determines that an individual is
- 29 deemed eliqible under subsection (b)(4), and the individual is
- 30 subsequently determined to be ineligible for home care services,

- 1 <u>home health services and older adult daily living center</u>
- 2 <u>services by the department, the medical assistance provider</u>
- 3 which provided home care services, home health services and
- 4 <u>older adult daily living center services under clause (1) shall</u>
- 5 not receive payment from the Commonwealth for the home care
- 6 <u>services</u>, home health services and older adult daily living
- 7 <u>center services provided during the period of deemed</u>
- 8 <u>eligibility. If the individual provided fraudulent information</u>
- 9 <u>under this section</u>, the medical assistance provider may seek
- 10 payment from the individual for the home care services, home
- 11 <u>health services and older adult daily living center services</u>
- 12 provided during the period of deemed eligibility.
- 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 individual for the first sixty days after the
- 16 date the individual signs a preliminary service plan limited to
- 17 the home care services, home health services and older adult
- 18 daily living center services provided during that period.
- 19 (4) The department shall verify the information on the
- 20 application and make a final determination of medical assistance
- 21 eligibility. The department may request additional information
- 22 from an applicant for the purpose of completing the verification
- 23 process under this clause.
- 24 (d) Upon request, the department shall provide information
- 25 to a qualified entity about Commonwealth policies and procedures
- 26 on how to determine whether an individual may be deemed eliqible
- 27 for medical assistance under subsection (b) (4).
- 28 (e) The department shall issue a medical assistance bulletin
- 29 which contains the Commonwealth policies and procedures
- 30 necessary to implement this section. The publication of the

- 1 <u>medical assistance bulletin under this subsection shall not</u>
- 2 <u>delay the implementation of this section. Policies and</u>
- 3 procedures under this subsection are not subject to:
- 4 (1) Section 205 of the act of July 31, 1968 (P.L.769,
- 5 No.240), referred to as the Commonwealth Documents Law.
- 6 (2) Section 204(b) of the act of October 15, 1980 (P.L.950,
- 7 No.164), known as the "Commonwealth Attorneys Act".
- 8 (3) the act of June 25, 1982 (P.L.633, No.181), known as the
- 9 "Regulatory Review Act."
- 10 (f) Within one hundred eighty days of the effective date of
- 11 this subsection, the department shall apply for any necessary
- 12 Federal waiver or State plan amendment required under Title XIX
- 13 of the Social Security Act (49 Stat. 620, 42 U.S.C. 1396 et
- 14 seq.). Fifteen days prior to applying for any necessary Federal
- 15 waiver or State plan amendment, the department shall submit the
- 16 proposed application to the Health and Human Services Committee
- 17 of the Senate, the Health Committee of the House of
- 18 Representatives and the Human Services Committee of the House of
- 19 Representatives. The department shall maximize the use of
- 20 Federal money for the program.
- 21 (q) On or before January 1 of each year, the department
- 22 shall issue a report to the General Assembly with the following
- 23 information about the program:
- 24 (1) The number of individuals who participated in the
- 25 program.
- 26 (2) The average cost for each individual in the program.
- 27 (3) The number of qualified entities in the program.
- 28 (4) The administration costs.
- 29 <u>(5) The estimated savings.</u>
- 30 (h) The Legislative Budget and Finance Committee shall

- 1 conduct a study of the fiscal impact and effectiveness of the
- 2 <u>deemed eligibility program. The committee shall submit a final</u>
- 3 report with its findings and recommendations to the Secretary of
- 4 the Senate and the Chief Clerk of the House of Representatives
- 5 <u>by October 31, 2023.</u>
- 6 (i) This section shall expire October 31, 2024.
- 7 (j) As used in this section, the following words and phrases
- 8 shall have the following meanings:
- 9 <u>"Home care services."</u> As defined in 28 Pa. Code § 611.5
- 10 (relating to definitions).
- "Home health services." Part-time, intermittent skilled
- 12 <u>nursing services and therapy services provided under 28 Pa. Code</u>
- 13 Ch. 601 (relating to home health care agencies) at an
- 14 <u>individual's place of residence.</u>
- 15 "Nursing facility clinically eligible." An individual who:
- 16 (1) is certified by a physician to be nursing facility
- 17 clinically eligible after the individual has been diagnosed
- 18 with an illness, injury, disability or medical condition by a
- 19 physician which requires the individual to receive health
- 20 <u>services in accordance with:</u>
- 21 (i) the definition of skilled nursing and skilled
- 22 rehabilitation services in 42 CFR 409.31 (relating to level of
- 23 <u>care requirement);</u>
- 24 (ii) 42 CFR 409.32 (relating to criteria for skilled
- 25 services and the need for skilled services);
- 26 (iii) 42 CFR 409.33 (relating to examples of skilled nursing
- 27 and rehabilitation services);
- 28 (iv) 42 CFR 409.34 (relating to criteria for "daily basis");
- 29 <u>and</u>
- 30 (v) 42 CFR 409.35 (relating to criteria for "practical"

- 1 matter"); or
- 2 (2) needs health services on a regular basis in the context
- 3 of a planned program of health care and management which was
- 4 <u>only previously available through an institutional facility.</u>
- 5 "Nursing facility services." As defined in 42 CFR 440.40
- 6 <u>(relating to nursing facility services for individuals age 21 or</u>
- 7 older (other than services in an institution for mental
- 8 <u>disease</u>), EPSDT, and family planning services and supplies) or
- 9 42 CFR 440.155 (relating to nursing facility services, other
- 10 than in institutions for mental diseases).
- "Older adult daily living center services." Services
- 12 provided to assist an individual with activities of daily living
- 13 and essential activities of daily living at an older adult daily
- 14 living center as defined under 6 Pa. Code § 11.3 (relating to
- 15 definitions).
- 16 "Program." The deemed eligibility program established by the
- 17 department under subsection (a).
- 18 "Qualified entity." A home care agency, home health agency,
- 19 older adult daily living center or an organization authorized by
- 20 the department which elects to determine the deemed eligibility
- 21 of individuals to receive medical assistance under subsection
- 22 (b) (4).
- 23 Section 2. If a necessary Federal waiver or State plan
- 24 amendment under section 443.13 of the act is approved by the
- 25 Centers for Medicare and Medicaid Services for Federal
- 26 reimbursement for services provided to an individual deemed
- 27 eligible for home care services, home health services or older
- 28 adult daily living services, the Secretary of Human Services
- 29 shall transmit notice of the approval to the Legislative
- 30 Reference Bureau for publication in the Pennsylvania Bulletin.

- 1 Section 3. This act shall take effect as follows:
- 2 (1) Except as set forth in paragraph (2), the addition
- 3 of section 443.13 of the act shall take effect 30 days
- following publication of the notice under section 2.
- 5 (2) The addition of section 443.13(f) of the act shall
- 6 take effect immediately.
- 7 (3) The remainder of this act shall take effect
- 8 immediately.