## 97TH GENERAL ASSEMBLY

## State of Illinois

# 2011 and 2012

#### HB5688

Introduced 2/16/2012, by Rep. Camille Y Lilly

### SYNOPSIS AS INTRODUCED:

305 ILCS 5/5-2

from Ch. 23, par. 5-2

Amends the Illinois Public Aid Code. Makes a technical change in a Section concerning the classes of persons eligible for Medicaid.

LRB097 17866 KTG 63088 b

1 AN ACT concerning public aid.

# 2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

4 Section 5. The Illinois Public Aid Code is amended by 5 changing Section 5-2 as follows:

6 (305 ILCS 5/5-2) (from Ch. 23, par. 5-2)

Sec. 5-2. Classes of Persons Eligible. Medical assistance under this Article shall be available to any of <u>the</u> the following classes of persons in respect to whom a plan for coverage has been submitted to the Governor by the Illinois Department and approved by him:

Recipients of basic maintenance grants under
 Articles III and IV.

14 2. Persons otherwise eligible for basic maintenance under Articles III and IV, excluding any eligibility 15 16 requirements that are inconsistent with any federal law or 17 federal regulation, as interpreted by the U.S. Department of Health and Human Services, but who fail to qualify 18 19 thereunder on the basis of need or who qualify but are not 20 receiving basic maintenance under Article IV, and who have 21 insufficient income and resources to meet the costs of 22 necessary medical care, including but not limited to the following: 23

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(a) All persons otherwise eligible for basic maintenance under Article III but who fail to qualify under that Article on the basis of need and who meet either of the following requirements:

5 (i) their income, as determined by the 6 Illinois Department in accordance with any federal 7 requirements, is equal to or less than 70% in fiscal year 2001, equal to or less than 85% in 8 9 fiscal year 2002 and until a date to be determined 10 by the Department by rule, and equal to or less 11 than 100% beginning on the date determined by the 12 Department by rule, of the nonfarm income official 13 poverty line, as defined by the federal Office of 14 Management and Budget and revised annually in 15 accordance with Section 673(2) of the Omnibus 16 Budget Reconciliation Act of 1981, applicable to 17 families of the same size; or

(ii) their income, after the deduction of 18 19 costs incurred for medical care and for other types 20 of remedial care, is equal to or less than 70% in fiscal year 2001, equal to or less than 85% in 21 22 fiscal year 2002 and until a date to be determined 23 by the Department by rule, and equal to or less 24 than 100% beginning on the date determined by the 25 Department by rule, of the nonfarm income official 26 poverty line, as defined in item (i) of this

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subparagraph (a).

2 (b) All persons who, excluding any eligibility 3 requirements that are inconsistent with any federal 4 law or federal regulation, as interpreted by the U.S. 5 Department of Health and Human Services, would be 6 determined eligible for such basic maintenance under 7 Article IV by disregarding the maximum earned income 8 permitted by federal law.

9 3. Persons who would otherwise qualify for Aid to the
10 Medically Indigent under Article VII.

4. Persons not eligible under any of the preceding paragraphs who fall sick, are injured, or die, not having sufficient money, property or other resources to meet the costs of necessary medical care or funeral and burial expenses.

16 5.(a) Women during pregnancy, after the fact of 17 pregnancy has been determined by medical diagnosis, and during the 60-day period beginning on the last day of the 18 pregnancy, together with their infants and children born 19 20 after September 30, 1983, whose income and resources are insufficient to meet the costs of necessary medical care to 21 22 the maximum extent possible under Title XIX of the Federal 23 Social Security Act.

(b) The Illinois Department and the Governor shall
provide a plan for coverage of the persons eligible under
paragraph 5(a) by April 1, 1990. Such plan shall provide

- 4 - LRB097 17866 KTG 63088 b

ambulatory prenatal care to pregnant women during a 1 2 presumptive eligibility period and establish an income 3 eligibility standard that is equal to 133% of the nonfarm income official poverty line, as defined by the federal 4 5 Office of Management and Budget and revised annually in accordance with Section 673(2) of the Omnibus Budget 6 7 Reconciliation Act of 1981, applicable to families of the 8 same size, provided that costs incurred for medical care 9 are not taken into account in determining such income 10 eligibility.

11 (C) The Illinois Department may conduct а 12 demonstration in at least one county that will provide 13 medical assistance to pregnant women, together with their 14 infants and children up to one year of age, where the 15 income eligibility standard is set up to 185% of the 16 nonfarm income official poverty line, as defined by the 17 federal Office of Management and Budget. The Illinois Department shall seek and obtain necessary authorization 18 19 provided under federal law to implement such а 20 demonstration. Such demonstration may establish resource 21 standards that are not more restrictive than those 22 established under Article IV of this Code.

6. Persons under the age of 18 who fail to qualify as dependent under Article IV and who have insufficient income and resources to meet the costs of necessary medical care to the maximum extent permitted under Title XIX of the

HB5688

- 5 - LRB097 17866 KTG 63088 b

HB5688

1 Federal Social Security Act.

2 7. Persons who are under 21 years of age and would 3 qualify as disabled as defined under the Federal Supplemental Security Income Program, provided medical 4 5 service for such persons would be eligible for Federal Participation, 6 Financial and provided the Illinois 7 Department determines that:

8 (a) the person requires a level of care provided by 9 a hospital, skilled nursing facility, or intermediate 10 care facility, as determined by a physician licensed to 11 practice medicine in all its branches;

(b) it is appropriate to provide such care outside
of an institution, as determined by a physician
licensed to practice medicine in all its branches;

15 (c) the estimated amount which would be expended 16 for care outside the institution is not greater than 17 the estimated amount which would be expended in an 18 institution.

19 8. Persons who become ineligible for basic maintenance assistance under Article IV of this Code in programs 20 21 administered by the Illinois Department due to employment 22 earnings and persons in assistance units comprised of 23 adults and children who become ineligible for basic maintenance assistance under Article VI of this Code due to 24 25 employment earnings. The plan for coverage for this class 26 of persons shall:

- 6 - LRB097 17866 KTG 63088 b

(a) extend the medical assistance coverage for up

2 to 12 months following termination of basic
3 maintenance assistance; and

4 (b) offer persons who have initially received 6 5 months of the coverage provided in paragraph (a) above, 6 the option of receiving an additional 6 months of 7 coverage, subject to the following:

8 (i) such coverage shall be pursuant to
9 provisions of the federal Social Security Act;

10 (ii) such coverage shall include all services 11 covered while the person was eligible for basic 12 maintenance assistance;

13 (iii) no premium shall be charged for such14 coverage; and

15 (iv) such coverage shall be suspended in the 16 event of a person's failure without good cause to 17 file in a timely fashion reports required for this coverage under the Social Security Act 18 and 19 coverage shall be reinstated upon the filing of 20 such reports if the person remains otherwise 21 eligible.

9. Persons with acquired immunodeficiency syndrome (AIDS) or with AIDS-related conditions with respect to whom there has been a determination that but for home or community-based services such individuals would require the level of care provided in an inpatient hospital,

HB5688

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skilled nursing facility or intermediate care facility the
 cost of which is reimbursed under this Article. Assistance
 shall be provided to such persons to the maximum extent
 permitted under Title XIX of the Federal Social Security
 Act.

6 10. Participants in the long-term care insurance 7 partnership program established under the Illinois 8 Long-Term Care Partnership Program Act who meet the 9 qualifications for protection of resources described in 10 Section 15 of that Act.

11 11. Persons with disabilities who are employed and 12 eliqible for Medicaid, pursuant to Section 13 1902(a)(10)(A)(ii)(xv) of the Social Security Act, and, 14 subject to federal approval, persons with a medically 15 improved disability who are employed and eligible for 16 Medicaid pursuant to Section 1902(a)(10)(A)(ii)(xvi) of 17 the Social Security Act, as provided by the Illinois Department by rule. In establishing eligibility standards 18 19 under this paragraph 11, the Department shall, subject to 20 federal approval:

(a) set the income eligibility standard at not
lower than 350% of the federal poverty level;

(b) exempt retirement accounts that the person
cannot access without penalty before the age of 59 1/2,
and medical savings accounts established pursuant to
26 U.S.C. 220;

(c) allow non-exempt assets up to \$25,000 as to
 those assets accumulated during periods of eligibility
 under this paragraph 11; and

4 (d) continue to apply subparagraphs (b) and (c) in
5 determining the eligibility of the person under this
6 Article even if the person loses eligibility under this
7 paragraph 11.

12. Subject to federal approval, persons who 8 are 9 eligible for medical assistance coverage under applicable 10 provisions of the federal Social Security Act and the 11 federal Breast and Cervical Cancer Prevention and 12 Treatment Act of 2000. Those eligible persons are defined to include, but not be limited to, the following persons: 13

(1) persons who have been screened for breast or 14 cervical cancer under the U.S. Centers for Disease 15 16 Control and Prevention Breast and Cervical Cancer 17 Program established under Title XV of the federal Public Health Services Act in accordance with the 18 19 requirements of Section 1504 of that Act as 20 administered by the Illinois Department of Public Health; and 21

(2) persons whose screenings under the above
program were funded in whole or in part by funds
appropriated to the Illinois Department of Public
Health for breast or cervical cancer screening.
"Medical assistance" under this paragraph 12 shall be

identical to the benefits provided under the State's approved plan under Title XIX of the Social Security Act.

The Department must request federal approval of the coverage under this paragraph 12 within 30 days after the effective date of this amendatory Act of the 92nd General Assembly.

7 In addition to the persons who are eligible for medical 8 assistance pursuant to subparagraphs (1) and (2) of this 9 paragraph 12, and to be paid from funds appropriated to the 10 Department for its medical programs, any uninsured person 11 as defined by the Department in rules residing in Illinois 12 who is younger than 65 years of age, who has been screened for breast and cervical cancer in accordance with standards 13 14 and procedures adopted by the Department of Public Health 15 for screening, and who is referred to the Department by the 16 Department of Public Health as being in need of treatment 17 for breast or cervical cancer is eligible for medical assistance benefits that are consistent with the benefits 18 19 provided to those persons described in subparagraphs (1) 20 and (2). Medical assistance coverage for the persons who 21 are eligible under the preceding sentence is not dependent 22 on federal approval, but federal moneys may be used to pay 23 for services provided under that coverage upon federal 24 approval.

25 13. Subject to appropriation and to federal approval,
 26 persons living with HIV/AIDS who are not otherwise eligible

HB5688

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under this Article and who qualify for services covered under Section 5-5.04 as provided by the Illinois Department by rule.

14. Subject to the availability of funds for this 4 5 purpose, the Department may provide coverage under this Article to persons who reside in Illinois who are not 6 7 eligible under any of the preceding paragraphs and who meet 8 the income guidelines of paragraph 2(a) of this Section and 9 (i) have an application for asylum pending before the 10 federal Department of Homeland Security or on appeal before 11 a court of competent jurisdiction and are represented 12 either by counsel or by an advocate accredited by the federal Department of Homeland Security and employed by a 13 14 not-for-profit organization in regard to that application 15 or appeal, or (ii) are receiving services through a 16 federally funded torture treatment center. Medical 17 coverage under this paragraph 14 may be provided for up to 24 continuous months from the initial eligibility date so 18 19 long as an individual continues to satisfy the criteria of 20 this paragraph 14. If an individual has an appeal pending 21 regarding an application for asylum before the Department 22 of Homeland Security, eligibility under this paragraph 14 23 may be extended until a final decision is rendered on the 24 appeal. The Department may adopt rules governing the 25 implementation of this paragraph 14.

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15. Family Care Eligibility.

- 11 - LRB097 17866 KTG 63088 b

HB5688

Through December 31, 2013, a caretaker 1 (a) 2 relative who is 19 years of age or older when countable income is at or below 185% of the Federal Poverty Level 3 Guidelines, as published annually in the Federal 4 5 Register, for the appropriate family size. Beginning January 1, 2014, a caretaker relative who is 19 years 6 7 of age or older when countable income is at or below 8 133% of the Federal Poverty Level Guidelines, as 9 published annually in the Federal Register, for the 10 appropriate family size. A person may not spend down to 11 become eligible under this paragraph 15.

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(b) Eligibility shall be reviewed annually.

(c) Caretaker relatives enrolled under this
paragraph 15 in families with countable income above
15 150% and at or below 185% of the Federal Poverty Level
Guidelines shall be counted as family members and pay
premiums as established under the Children's Health
Insurance Program Act.

(d) Premiums shall be billed by and payable to the Department or its authorized agent, on a monthly basis.

(e) The premium due date is the last day of themonth preceding the month of coverage.

(f) Individuals shall have a grace period through
60 days of coverage to pay the premium.

(g) Failure to pay the full monthly premium by thelast day of the grace period shall result in

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termination of coverage.

2 (h) Partial premium payments shall not be3 refunded.

(i) Following termination of an individual's coverage under this paragraph 15, the following action is required before the individual can be re-enrolled:

(1) A new application must be completed and the individual must be determined otherwise eligible.

9 (2) There must be full payment of premiums due 10 under this Code, the Children's Health Insurance 11 Program Act, the Covering ALL KIDS Health 12 Insurance Act, or any other healthcare program 13 administered by the Department for periods in 14 which a premium was owed and not paid for the 15 individual.

(3) The first month's premium must be paid if there was an unpaid premium on the date the individual's previous coverage was canceled.

19 The Department is authorized to implement the 20 provisions of this amendatory Act of the 95th General Assembly by adopting the medical assistance rules in effect 21 22 as of October 1, 2007, at 89 Ill. Admin. Code 125, and at 23 89 Ill. Admin. Code 120.32 along with only those changes 24 necessary to conform to federal Medicaid requirements, 25 federal laws, and federal regulations, including but not 26 limited to Section 1931 of the Social Security Act (42

U.S.C. Sec. 1396u-1), as interpreted by the U.S. Department 1 2 of Health and Human Services, and the countable income 3 eligibility standard authorized by this paragraph 15. The Department may not otherwise adopt any rule to implement 4 5 this increase except as authorized by law, to meet the eligibility standards authorized by the federal government 6 in the Medicaid State Plan or the Title XXI Plan, or to 7 8 meet an order from the federal government or any court.

9 16. Subject to appropriation, uninsured persons who 10 are not otherwise eligible under this Section who have been 11 certified and referred by the Department of Public Health 12 having been screened and found to need diagnostic as evaluation or treatment, or both diagnostic evaluation and 13 14 treatment, for prostate or testicular cancer. For the 15 purposes of this paragraph 16, uninsured persons are those 16 who do not have creditable coverage, as defined under the 17 Health Insurance Portability and Accountability Act, or have otherwise exhausted any insurance benefits they may 18 19 have had, for prostate or testicular cancer diagnostic 20 evaluation or treatment, or both diagnostic evaluation and 21 treatment. To be eligible, a person must furnish a Social 22 Security number. A person's assets are exempt from 23 determining eligibility consideration in under this 24 paragraph 16. Such persons shall be eligible for medical 25 assistance under this paragraph 16 for so long as they need 26 treatment for the cancer. A person shall be considered to

need treatment if, in the opinion of the person's treating 1 2 physician, the person requires therapy directed toward 3 cure or palliation of prostate or testicular cancer, including recurrent metastatic cancer that is a known or 4 5 presumed complication of prostate or testicular cancer and 6 complications resulting from the treatment modalities 7 themselves. Persons who require only routine monitoring services are not considered to need treatment. "Medical 8 9 assistance" under this paragraph 16 shall be identical to 10 the benefits provided under the State's approved plan under 11 Title XIX of the Social Security Act. Notwithstanding any 12 other provision of law, the Department (i) does not have a 13 claim against the estate of a deceased recipient of 14 services under this paragraph 16 and (ii) does not have a 15 lien against any homestead property or other legal or 16 equitable real property interest owned by a recipient of 17 services under this paragraph 16.

In implementing the provisions of Public Act 96-20, the 18 Department is authorized to adopt only those rules necessary, 19 20 including emergency rules. Nothing in Public Act 96-20 permits the Department to adopt rules or issue a decision that expands 21 22 eligibility for the FamilyCare Program to a person whose income 23 exceeds 185% of the Federal Poverty Level as determined from 24 time to time by the U.S. Department of Health and Human 25 Services, unless the Department is provided with express 26 statutory authority.

1 The Illinois Department and the Governor shall provide a 2 plan for coverage of the persons eligible under paragraph 7 as 3 soon as possible after July 1, 1984.

The eligibility of any such person for medical assistance 4 5 under this Article is not affected by the payment of any grant under the Senior Citizens and Disabled Persons Property Tax 6 7 Relief and Pharmaceutical Assistance Act or any distributions 8 items of income described under subparagraph or (X) of 9 paragraph (2) of subsection (a) of Section 203 of the Illinois 10 Income Tax Act. The Department shall by rule establish the 11 amounts of assets to be disregarded in determining eligibility 12 for medical assistance, which shall at a minimum equal the 13 amounts to be disregarded under the Federal Supplemental 14 Security Income Program. The amount of assets of a single 15 person to be disregarded shall not be less than \$2,000, and the 16 amount of assets of a married couple to be disregarded shall 17 not be less than \$3,000.

To the extent permitted under federal law, any person found guilty of a second violation of Article VIIIA shall be ineligible for medical assistance under this Article, as provided in Section 8A-8.

The eligibility of any person for medical assistance under this Article shall not be affected by the receipt by the person of donations or benefits from fundraisers held for the person in cases of serious illness, as long as neither the person nor members of the person's family have actual control over the HB5688 - 16 - LRB097 17866 KTG 63088 b

1 donations or benefits or the disbursement of the donations or 2 benefits.

3 (Source: P.A. 96-20, eff. 6-30-09; 96-181, eff. 8-10-09;
4 96-328, eff. 8-11-09; 96-567, eff. 1-1-10; 96-1000, eff.
5 7-2-10; 96-1123, eff. 1-1-11; 96-1270, eff. 7-26-10; 97-48,
6 eff. 6-28-11; 97-74, eff. 6-30-11; 97-333, eff. 8-12-11;
7 revised 10-4-11.)