

HOUSE SUBSTITUTE
FOR
HOUSE COMMITTEE SUBSTITUTE
FOR
HOUSE BILL NO. 1566

AN ACT

To repeal sections 208.145, 208.146, 208.151,
208.152, 208.631, 208.636, and 208.640, RSMo,
and to enact in lieu thereof nine new
sections relating to medical assistance cost
containment within the Medicaid program.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF MISSOURI,
AS FOLLOWS:

Section A. Sections 208.145, 208.146, 208.151, 208.152,
208.631, 208.636, and 208.640, RSMo, are repealed and nine new
sections enacted in lieu thereof, to be known as sections
208.145, 208.146, 208.147, 208.151, 208.152, 208.212, 208.631,
208.636, and 208.640, to read as follows:

208.145. 1. For the purposes of the application of section
208.151, individuals shall be deemed to be recipients of aid to
families with dependent children and individuals shall be deemed
eligible for such assistance if:

(1) The individual meets eligibility requirements which are
no more restrictive than the July 16, 1996, eligibility
requirements for aid to families with dependent children, as
established by the division of family services; or

1 (2) Each dependent child, and each relative with whom such
2 a child is living including the spouse of such relative as
3 described in 42 U.S.C. 606(b), as in effect on July 16, 1996,
4 who ceases to meet the eligibility criteria set forth in
5 subdivision (1) of this section as a result of the collection or
6 increased collection of child or spousal support under part IV-D
7 of the Social Security Act, 42 U.S.C. 651 et seq., and who has
8 received such aid in at least three of the six months immediately
9 preceding the month in which ineligibility begins, shall be
10 deemed eligible for an additional four calendar months beginning
11 with the month in which such ineligibility begins.

12 2. In addition to any other eligibility requirements, any
13 person listed in subsection 1 of this section shall not be
14 eligible for benefits if the parent and child or children in the
15 home owns or possesses resources that exceed one thousand
16 dollars; provided that, if such person is married and living with
17 a spouse, the parents and child or children may own resources not
18 to exceed two thousand dollars. The following assets shall be
19 excluded:

20 (1) The home occupied by the claimant as the claimant's
21 principal place of residence. For town or city property, lots on
22 which there is no dwelling and which adjoin the residence are
23 considered a part of the home, regardless of the number of lots
24 so long as they are in the same city block. For rural property,
25 the acreage on which the home is located plus any adjoining

1 acreage shall be considered part of the home. Property shall be
2 considered as adjoining even though a road may separate two
3 tracts;

4 (2) One automobile. Additional automobiles shall be
5 excluded if providing transportation for any of the following
6 purposes: employment, school or church attendance, or obtaining
7 medical care;

8 (3) Real or personal property that produces annual income
9 consistent with its fair market value if it is being used
10 directly by the claimant in the course of the claimant's business
11 or employment;

12 (4) Household furnishings, household goods, and personal
13 effects used by the claimant;

14 (5) Wedding and engagement rings;

15 (6) Jewelry, other than wedding and engagement rings, that
16 is of limited value;

17 (7) Amounts placed in an irrevocable prearranged funeral or
18 burial contract under subsection 2 of section 436.035, RSMo, and
19 subdivision (5) of subsection 1 of section 436.053, RSMo;

20 (8) Up to one thousand five hundred dollars cash surrender
21 value per person of any life insurance policy, or prearranged
22 funeral or burial contract, or any two or more policies or
23 contracts, or any combination of policies or contracts. The
24 value of an irrevocable prearranged funeral or burial contract
25 shall be counted toward the one thousand five hundred dollar

1 exclusion before the exclusion is applied to other life insurance
2 policies or prearranged funeral or burial contracts;

3 (9) One burial lot per person. For purposes of this
4 section, "burial lot" means any burial space as defined in
5 section 214.270, RSMo, and any memorial, monument, marker,
6 tombstone, or letter marking a burial space;

7 (10) Payments made from the Agent Orange Settlement Fund or
8 any other fund established under the settlement in the *In Re*
9 *Agent Orange* product liability litigation, M.D.L. No. 381
10 (E.D.N.Y.) shall not be considered income or resources in
11 determining eligibility for or the amount of benefits under any
12 state or state-assisted program;

13 (11) Any proceeds from involuntary conversion of real
14 property into personal property, such as forced transfer under
15 condemnation, eminent domain, and fire, flood, or other act of
16 God, received by a recipient while eligible to receive public
17 assistance benefits under existing laws shall be considered real
18 property and excluded from resources for a period of one year
19 from the time of their receipt. For purposes of this
20 subdivision, "receipt" means actual receipt of the proceeds or
21 the payment into court of the proceeds; except that in
22 condemnation cases when the initial exception to the
23 commissioner's award is filed by the condemning authority,
24 "receipt" means receipt of an award under a final judgment;

25 (12) Relocation payments received by a claimant through the

1 Uniform Relocation Assistance Act of 1970. Section 216 of Public
2 Law 91-646 states that payments to help a recipient resettle when
3 property purchased by the state transportation department or
4 property purchased under the Housing Act causes an assistance
5 recipient to relocate shall not be considered in determining
6 eligibility for public assistance;

7 (13) Settlement payments made from the Ricky Ray Hemophilia
8 Relief Fund, or paid as a result of a class action settlement in
9 the case of *Susan Walker v. Bayer Corporation*;

10 (14) Radiation Exposure Compensation Act payments
11 authorized by Public Law 101-426, enacted October 15, 1990;

12 (15) Payments received by any member of the Passamaquoddy
13 Indian Tribe, the Penobscot Nation, or the Houlton Band of
14 Malisett Indians under the Maine Indian Claims Act of 1980,
15 Public Law 96-420;

16 (16) Payments received by any member of the Aroostook Band
17 of Micmacs under the Aroostook Band of Micmacs Settlement Act,
18 Public Law 102-171;

19 (17) For a period not to exceed six months, such real
20 property that the family is making a good faith effort to sell;

21 (18) Family development accounts established pursuant to
22 sections 208.750 to 208.775, RSMo;

23 (19) Earned income tax credit and child tax credit payments
24 in the month of receipt and the month immediately following
25 receipt;

1 (20) In addition to the exclusions set forth above, all
2 exclusions set forth in any federal law that is applicable to
3 Title XIX, Public Law 89-97, 1965 amendments to the federal
4 Social Security Act (42 U.S.C. section 301 et seq.) as amended
5 shall also apply.

6 208.146. 1. Pursuant to the federal Ticket to Work and
7 Work Incentives Improvement Act of 1999 (TWWIIA) (Public Law
8 106-170), the medical assistance provided for in section 208.151
9 may be paid for a person who is employed and who:

10 (1) Meets the definition of disabled under the supplemental
11 security income program or meets the definition of an employed
12 individual with a medically improved disability under TWWIIA;

13 (2) Meets the asset limits in subsection 2 of this section;
14 and

15 (3) Has a gross income of two hundred fifty percent or less
16 of the federal poverty guidelines. For purposes of this
17 subdivision, "income" does not include any income of the person's
18 spouse up to one hundred thousand dollars or children.

19 Individuals with incomes in excess of one hundred fifty percent
20 of the federal poverty level shall pay a premium for
21 participation in accordance with subsection 5 of this section.

22 2. For purposes of determining eligibility pursuant to this
23 section, a person's assets shall not include:

24 (1) Any spousal assets up to one hundred thousand dollars,
25 one-half of any marital assets and all assets excluded pursuant

1 to section 208.010;

2 (2) Retirement accounts, including individual accounts,
3 401(k) plans, 403(b) plans, Keogh plans and pension plans;

4 (3) Medical expense accounts set up through the person's
5 employer;

6 (4) Family development accounts established pursuant to
7 sections 208.750 to 208.775; or

8 (5) PASS plans.

9 3. A person who is otherwise eligible for medical
10 assistance pursuant to this section shall not lose his or her
11 eligibility if such person maintains an independent living
12 development account. For purposes of this section, an
13 "independent living development account" means an account
14 established and maintained to provide savings for transportation,
15 housing, home modification, and personal care services and
16 assistive devices associated with such person's disability.
17 Independent living development accounts and retirement accounts
18 pursuant to subdivision (2) of subsection 2 of this section shall
19 be limited to deposits of earned income and earnings on such
20 deposits made by the eligible individual while participating in
21 the program and shall not be considered an asset for purposes of
22 determining and maintaining eligibility pursuant to section
23 208.151 until such person reaches the age of sixty-five.

24 4. If an eligible individual's employer offers
25 employer-sponsored health insurance and the department of social

1 services determines that it is more cost effective, the
2 individual shall participate in the employer- sponsored
3 insurance. The department shall pay such individual's portion of
4 the premiums, co-payments and any other costs associated with
5 participation in the employer-sponsored health insurance.

6 5. Any person whose income exceeds one hundred fifty
7 percent of the federal poverty level shall pay a premium for
8 participation in the medical assistance provided in this section.
9 The premium shall be:

10 (1) For a person whose income is between one hundred
11 fifty-one and one hundred seventy-five percent of the federal
12 poverty level, four percent of income at one hundred sixty-three
13 percent of the federal poverty level;

14 (2) For a person whose income is between one hundred
15 seventy-six and two hundred percent of the federal poverty level,
16 five percent of income at one hundred eighty-eight percent of the
17 federal poverty level;

18 (3) For a person whose income is between two hundred one
19 and two hundred twenty-five percent of the federal poverty level,
20 six percent of income at two hundred thirteen percent of the
21 federal poverty level;

22 (4) For a person whose income is between two hundred
23 twenty-six and two hundred fifty percent of the federal poverty
24 level, seven percent of income at two hundred thirty-eight
25 percent of the federal poverty level.

1 6. If the department elects to pay employer-sponsored
2 insurance pursuant to subsection 4 of this section then the
3 medical assistance established by this section shall be provided
4 to an eligible person as a secondary or supplemental policy to
5 any employer-sponsored benefits which may be available to such
6 person.

7 7. The department of social services shall submit the
8 appropriate documentation to the federal government for approval
9 which allows the resources listed in subdivisions (1) to (5) of
10 subsection 2 of this section and subsection 3 of this section to
11 be exempt for purposes of determining eligibility pursuant to
12 this section.

13 8. The department of social services shall apply for any
14 and all grants which may be available to offset the costs
15 associated with the implementation of this section.

16 9. The department of social services shall not contract for
17 the collection of premiums pursuant to this chapter. To the best
18 of their ability, the department shall collect premiums through
19 the monthly electronic funds transfer or employer deduction.

20 10. Recipients of services through this chapter who pay a
21 premium shall do so by electronic funds transfer or employer
22 deduction unless good cause is shown to pay otherwise.

23 11. Notwithstanding any other provision of law to the
24 contrary, in any given fiscal year, any persons made eligible for
25 medical assistance benefits under subsections 1 to 6 of this

1 section shall only be eligible if annual appropriations are made
2 for such eligibility. This subsection shall not apply to classes
3 of individuals listed in 42 U.S.C. Section 1396a(a)(10)(A)(i).

4 208.147. 1. The department shall conduct an annual income
5 and eligibility verification review of each recipient of medical
6 assistance. Such review shall be completed not later than twelve
7 months after the recipient's last eligibility determination.

8 2. The annual eligibility review requirement may be
9 satisfied by the completion of a periodic food stamp
10 redetermination for the household.

11 3. (1) The department shall require recipients to provide
12 documentation for income verification for purposes of the
13 eligibility review described in subsection 1 of this section.
14 Such documentation may include, but not be limited to:

15 (a) Current wage stubs;

16 (b) A current W-2 form;

17 (c) Statements from the recipient's employer; and

18 (d) A wage match with the division of employment security.

19 (2) The family support division may also verify information
20 through inquiry into the personal property and driver's licensing
21 systems of the department of revenue, or through other data
22 matches.

23 4. The department shall by rule establish procedures that
24 require applicants or recipients to disclose at the time of
25 application or the annual eligibility review whether their

1 employer offers employer-sponsored health insurance that they are
2 eligible to receive, whether the applicant or recipient
3 participates in the employer-sponsored health insurance program,
4 and to disclose the applicant's or recipient's reason for not
5 participating in the employer-sponsored plan, if applicable. If
6 the applicant or recipient is unemployed at the time of
7 application or the annual eligibility review, the department
8 shall also establish by rule procedures that require the
9 applicant or recipient to disclose whether they have sought
10 employment.

11 5. Notwithstanding the cost-sharing provisions in section
12 208.153, the department shall promulgate rules that require all
13 recipients of medical assistance to participate in cost-sharing
14 activities, subject to the provisions of 42 U.S.C. Section 1396o.
15 The provisions of this subsection shall not apply to sections
16 208.631 to 208.657.

17 6. For purposes of determining the copayment amount
18 described in subsection 5 of this section, the following
19 guidelines shall apply:

20 (1) For services in which the state's payment for the
21 service is ten dollars or less, the maximum copayment shall be
22 fifty cents;

23 (2) For services in which the state's payment for the
24 service is between ten dollars one cent and twenty-five dollars,
25 the maximum copayment shall be one dollar;

1 (3) For services in which the state's payment for the
2 service is between twenty-five dollars one cent and fifty
3 dollars, the maximum copayment shall be two dollars; and

4 (4) For services in which the state's payment for the
5 service is more than fifty dollars, the maximum copayment shall
6 be three dollars.

7 7. Any copayments for which participants are responsible
8 under subsection 5 of this section shall be a credit against any
9 payments owed by the state for such services; except that if such
10 copayment is not paid by the participant, the state shall pay the
11 amount of the credit to the provider if a claim is made to the
12 division of medical services as outlined in subdivision (3) of
13 subsection 8 of this section.

14 8. If a mandatory copayment is not paid, the provider may:

15 (1) Forego the copayment; or

16 (2) Make arrangements for future payments with the
17 recipient; or

18 (3) The provider shall make reasonable efforts to collect
19 copayments. After such efforts, the provider may file a claim
20 with the division of medical services certifying that the
21 copayment is uncollected and upon certification may secure
22 payment for the service from the division of medical services.
23 The division may establish by rule the certification procedure.

24 9. When the division of medical services receives a claim
25 from a provider for nonpayment of a mandatory copayment, the

1 division shall send a notice to the recipient. Such notice
2 shall:

3 (1) Request the recipient to reimburse the division of
4 medical services for the mandatory copayment made on the
5 recipient's behalf; and

6 (2) Request information from the recipient to determine
7 whether the mandatory copayment was not made because of a change
8 in the financial situation of the recipient.

9 208.151. 1. For the purpose of paying medical assistance
10 on behalf of needy persons and to comply with Title XIX, Public
11 Law 89-97, 1965 amendments to the federal Social Security Act (42
12 U.S.C. Section 301 et seq.) as amended, the following needy
13 persons shall be eligible to receive medical assistance to the
14 extent and in the manner hereinafter provided:

15 (1) All recipients of state supplemental payments for the
16 aged, blind and disabled;

17 (2) All recipients of aid to families with dependent
18 children benefits, including all persons under nineteen years of
19 age who would be classified as dependent children except for the
20 requirements of subdivision (1) of subsection 1 of section
21 208.040;

22 (3) All recipients of blind pension benefits;

23 (4) All persons who would be determined to be eligible for
24 old age assistance benefits, permanent and total disability
25 benefits, or aid to the blind benefits under the eligibility

1 standards in effect December 31, 1973, or less restrictive
2 standards as established by rule of the division of family
3 services, who are sixty-five years of age or over and are
4 patients in state institutions for mental diseases or
5 tuberculosis;

6 (5) All persons under the age of twenty-one years who would
7 be eligible for aid to families with dependent children except
8 for the requirements of subdivision (2) of subsection 1 of
9 section 208.040, and who are residing in an intermediate care
10 facility, or receiving active treatment as inpatients in
11 psychiatric facilities or programs, as defined in 42 U.S.C.
12 1396d, as amended;

13 (6) All persons under the age of twenty-one years who would
14 be eligible for aid to families with dependent children benefits
15 except for the requirement of deprivation of parental support as
16 provided for in subdivision (2) of subsection 1 of section
17 208.040;

18 (7) All persons eligible to receive nursing care benefits;

19 (8) All recipients of family foster home or nonprofit
20 private child-care institution care, subsidized adoption benefits
21 and parental school care wherein state funds are used as partial
22 or full payment for such care;

23 (9) All persons who were recipients of old age assistance
24 benefits, aid to the permanently and totally disabled, or aid to
25 the blind benefits on December 31, 1973, and who continue to meet

1 the eligibility requirements, except income, for these assistance
2 categories, but who are no longer receiving such benefits because
3 of the implementation of Title XVI of the federal Social Security
4 Act, as amended;

5 (10) Pregnant women who meet the requirements for aid to
6 families with dependent children, except for the existence of a
7 dependent child in the home;

8 (11) Pregnant women who meet the requirements for aid to
9 families with dependent children, except for the existence of a
10 dependent child who is deprived of parental support as provided
11 for in subdivision (2) of subsection 1 of section 208.040;

12 (12) Pregnant women or infants under one year of age, or
13 both, whose family income does not exceed an income eligibility
14 standard equal to one hundred eighty-five percent of the federal
15 poverty level as established and amended by the federal
16 Department of Health and Human Services, or its successor agency;

17 (13) Children who have attained one year of age but have
18 not attained six years of age who are eligible for medical
19 assistance under 6401 of P.L. 101-239 (Omnibus Budget
20 Reconciliation Act of 1989). The division of family services
21 shall use an income eligibility standard equal to one hundred
22 thirty-three percent of the federal poverty level established by
23 the Department of Health and Human Services, or its successor
24 agency;

25 (14) Children who have attained six years of age but have

1 not attained nineteen years of age. For children who have
2 attained six years of age but have not attained nineteen years of
3 age, the division of family services shall use an income
4 assessment methodology which provides for eligibility when family
5 income is equal to or less than equal to one hundred percent of
6 the federal poverty level established by the Department of Health
7 and Human Services, or its successor agency. As necessary to
8 provide Medicaid coverage under this subdivision, the department
9 of social services may revise the state Medicaid plan to extend
10 coverage under 42 U.S.C. 1396a (a)(10)(A)(i)(III) to children who
11 have attained six years of age but have not attained nineteen
12 years of age as permitted by paragraph (2) of subsection (n) of
13 42 U.S.C. 1396d using a more liberal income assessment
14 methodology as authorized by paragraph (2) of subsection (r) of
15 42 U.S.C. 1396a;

16 (15) The following children with family income which does
17 not exceed two hundred percent of the federal poverty guideline
18 for the applicable family size:

19 (a) Infants who have not attained one year of age with
20 family income greater than one hundred eighty-five percent of the
21 federal poverty guideline for the applicable family size;

22 (b) Children who have attained one year of age but have not
23 attained six years of age with family income greater than one
24 hundred thirty-three percent of the federal poverty guideline for
25 the applicable family size; and

1 (c) Children who have attained six years of age but have
2 not attained nineteen years of age with family income greater
3 than one hundred percent of the federal poverty guideline for the
4 applicable family size.

5 Coverage under this subdivision shall be subject to the receipt
6 of notification by the director of the department of social
7 services and the revisor of statutes of approval from the
8 secretary of the U.S. Department of Health and Human Services of
9 applications for waivers of federal requirements necessary to
10 promulgate regulations to implement this subdivision. The
11 director of the department of social services shall apply for
12 such waivers. The regulations may provide for a basic primary
13 and preventive health care services package, not to include all
14 medical services covered by section 208.152, and may also
15 establish co-payment, coinsurance, deductible, or premium
16 requirements for medical assistance under this subdivision.

17 Eligibility for medical assistance under this subdivision shall
18 be available only to those infants and children who do not have
19 or have not been eligible for employer-subsidized health care
20 insurance coverage for the six months prior to application for
21 medical assistance. Children are eligible for
22 employer-subsidized coverage through either parent, including the
23 noncustodial parent. The division of family services may
24 establish a resource eligibility standard in assessing

1 eligibility for persons under this subdivision. The division of
2 medical services shall define the amount and scope of benefits
3 which are available to individuals under this subdivision in
4 accordance with the requirement of federal law and regulations.
5 Coverage under this subdivision shall be subject to appropriation
6 to provide services approved under the provisions of this
7 subdivision;

8 (16) The division of family services shall not establish a
9 resource eligibility standard in assessing eligibility for
10 persons under subdivision (12), (13) or (14) of this subsection.
11 The division of medical services shall define the amount and
12 scope of benefits which are available to individuals eligible
13 under each of the subdivisions (12), (13), and (14) of this
14 subsection, in accordance with the requirements of federal law
15 and regulations promulgated thereunder except that the scope of
16 benefits shall include case management services;

17 (17) Notwithstanding any other provisions of law to the
18 contrary, ambulatory prenatal care shall be made available to
19 pregnant women during a period of presumptive eligibility
20 pursuant to 42 U.S.C. Section 1396r-1, as amended;

21 (18) A child born to a woman eligible for and receiving
22 medical assistance under this section on the date of the child's
23 birth shall be deemed to have applied for medical assistance and
24 to have been found eligible for such assistance under such plan
25 on the date of such birth and to remain eligible for such

1 assistance for a period of time determined in accordance with
2 applicable federal and state law and regulations so long as the
3 child is a member of the woman's household and either the woman
4 remains eligible for such assistance or for children born on or
5 after January 1, 1991, the woman would remain eligible for such
6 assistance if she were still pregnant. Upon notification of such
7 child's birth, the division of family services shall assign a
8 medical assistance eligibility identification number to the child
9 so that claims may be submitted and paid under such child's
10 identification number;

11 (19) Pregnant women and children eligible for medical
12 assistance pursuant to subdivision (12), (13) or (14) of this
13 subsection shall not as a condition of eligibility for medical
14 assistance benefits be required to apply for aid to families with
15 dependent children. The division of family services shall
16 utilize an application for eligibility for such persons which
17 eliminates information requirements other than those necessary to
18 apply for medical assistance. The division shall provide such
19 application forms to applicants whose preliminary income
20 information indicates that they are ineligible for aid to
21 families with dependent children. Applicants for medical
22 assistance benefits under subdivision (12), (13) or (14) shall be
23 informed of the aid to families with dependent children program
24 and that they are entitled to apply for such benefits. Any forms
25 utilized by the division of family services for assessing

1 eligibility under this chapter shall be as simple as practicable;

2 (20) Subject to appropriations necessary to recruit and
3 train such staff, the division of family services shall provide
4 one or more full-time, permanent case workers to process
5 applications for medical assistance at the site of a health care
6 provider, if the health care provider requests the placement of
7 such case workers and reimburses the division for the expenses
8 including but not limited to salaries, benefits, travel,
9 training, telephone, supplies, and equipment, of such case
10 workers. The division may provide a health care provider with a
11 part-time or temporary case worker at the site of a health care
12 provider if the health care provider requests the placement of
13 such a case worker and reimburses the division for the expenses,
14 including but not limited to the salary, benefits, travel,
15 training, telephone, supplies, and equipment, of such a case
16 worker. The division may seek to employ such case workers who
17 are otherwise qualified for such positions and who are current or
18 former welfare recipients. The division may consider training
19 such current or former welfare recipients as case workers for
20 this program;

21 (21) Pregnant women who are eligible for, have applied for
22 and have received medical assistance under subdivision (2), (10),
23 (11) or (12) of this subsection shall continue to be considered
24 eligible for all pregnancy-related and postpartum medical
25 assistance provided under section 208.152 until the end of the

1 sixty-day period beginning on the last day of their pregnancy;

2 (22) Case management services for pregnant women and young
3 children at risk shall be a covered service. To the greatest
4 extent possible, and in compliance with federal law and
5 regulations, the department of health and senior services shall
6 provide case management services to pregnant women by contract or
7 agreement with the department of social services through local
8 health departments organized under the provisions of chapter 192,
9 RSMo, or chapter 205, RSMo, or a city health department operated
10 under a city charter or a combined city-county health department
11 or other department of health and senior services designees. To
12 the greatest extent possible the department of social services
13 and the department of health and senior services shall mutually
14 coordinate all services for pregnant women and children with the
15 crippled children's program, the prevention of mental retardation
16 program and the prenatal care program administered by the
17 department of health and senior services. The department of
18 social services shall by regulation establish the methodology for
19 reimbursement for case management services provided by the
20 department of health and senior services. For purposes of this
21 section, the term "case management" shall mean those activities
22 of local public health personnel to identify prospective
23 Medicaid-eligible high-risk mothers and enroll them in the
24 state's Medicaid program, refer them to local physicians or local
25 health departments who provide prenatal care under physician

1 protocol and who participate in the Medicaid program for prenatal
2 care and to ensure that said high-risk mothers receive support
3 from all private and public programs for which they are eligible
4 and shall not include involvement in any Medicaid prepaid,
5 case-managed programs;

6 (23) By January 1, 1988, the department of social services
7 and the department of health and senior services shall study all
8 significant aspects of presumptive eligibility for pregnant women
9 and submit a joint report on the subject, including projected
10 costs and the time needed for implementation, to the general
11 assembly. The department of social services, at the direction of
12 the general assembly, may implement presumptive eligibility by
13 regulation promulgated pursuant to chapter 207, RSMo;

14 (24) All recipients who would be eligible for aid to
15 families with dependent children benefits except for the
16 requirements of paragraph (d) of subdivision (1) of section
17 208.150;

18 (25) All persons who would be determined to be eligible for
19 old age assistance benefits, permanent and total disability
20 benefits, or aid to the blind benefits, under the eligibility
21 standards in effect December 31, 1973; except that, on or after
22 July 1, 2002, less restrictive income methodologies, as
23 authorized in 42 U.S.C. Section 1396a(r)(2), shall be used to
24 raise the income limit to eighty percent of the federal poverty
25 level and, as of July 1, 2003, less restrictive income

1 methodologies, as authorized in 42 U.S.C. Section 1396a(r)(2),
2 shall be used to raise the income limit to ninety percent of the
3 federal poverty level and, as of July 1, 2004, less restrictive
4 income methodologies, as authorized in 42 U.S.C. Section
5 1396a(r)(2), shall be used to raise the income limit to one
6 hundred percent of the federal poverty level. If federal law or
7 regulation authorizes the division of family services to, by
8 rule, exclude the income or resources of a parent or parents of a
9 person under the age of eighteen and such exclusion of income or
10 resources can be limited to such parent or parents, then
11 notwithstanding the provisions of section 208.010:

12 (a) The division may by rule exclude such income or
13 resources in determining such person's eligibility for permanent
14 and total disability benefits; and

15 (b) Eligibility standards for permanent and total
16 disability benefits shall not be limited by age;

17 (26) Within thirty days of the effective date of an initial
18 appropriation authorizing medical assistance on behalf of
19 "medically needy" individuals for whom federal reimbursement is
20 available under 42 U.S.C. 1396a (a)(10)(C), the department of
21 social services shall submit an amendment to the Medicaid state
22 plan to provide medical assistance on behalf of, at a minimum, an
23 individual described in subclause (I) or (II) of clause 42 U.S.C.
24 1396a (a)(10)(C)(ii);

25 (27) Persons who have been diagnosed with breast or

1 cervical cancer and who are eligible for coverage pursuant to 42
2 U.S.C. 1396a (a)(10)(A)(ii)(XVIII). Such persons shall be
3 eligible during a period of presumptive eligibility in accordance
4 with 42 U.S.C. 1396r-1.

5 2. Rules and regulations to implement this section shall be
6 promulgated in accordance with section 431.064, RSMo, and chapter
7 536, RSMo. Any rule or portion of a rule, as that term is
8 defined in section 536.010, RSMo, that is created under the
9 authority delegated in this section shall become effective only
10 if it complies with and is subject to all of the provisions of
11 chapter 536, RSMo, and, if applicable, section 536.028, RSMo.
12 This section and chapter 536, RSMo, are nonseverable and if any
13 of the powers vested with the general assembly pursuant to
14 chapter 536, RSMo, to review, to delay the effective date or to
15 disapprove and annul a rule are subsequently held
16 unconstitutional, then the grant of rulemaking authority and any
17 rule proposed or adopted after August 28, 2002, shall be invalid
18 and void.

19 3. After December 31, 1973, and before April 1, 1990, any
20 family eligible for assistance pursuant to 42 U.S.C. 601 et seq.,
21 as amended, in at least three of the last six months immediately
22 preceding the month in which such family became ineligible for
23 such assistance because of increased income from employment
24 shall, while a member of such family is employed, remain eligible
25 for medical assistance for four calendar months following the

1 month in which such family would otherwise be determined to be
2 ineligible for such assistance because of income and resource
3 limitation. After April 1, 1990, any family receiving aid
4 pursuant to 42 U.S.C. 601 et seq., as amended, in at least three
5 of the six months immediately preceding the month in which such
6 family becomes ineligible for such aid, because of hours of
7 employment or income from employment of the caretaker relative,
8 shall remain eligible for medical assistance for six calendar
9 months following the month of such ineligibility as long as such
10 family includes a child as provided in 42 U.S.C. 1396r-6. Each
11 family which has received such medical assistance during the
12 entire six-month period described in this section and which meets
13 reporting requirements and income tests established by the
14 division and continues to include a child as provided in 42
15 U.S.C. 1396r-6 shall receive medical assistance without fee for
16 an additional six months. The division of medical services may
17 provide by rule the scope of medical assistance coverage to be
18 granted to such families.

19 4. For purposes of Section 1902(1), (10) of Title XIX of
20 the federal Social Security Act, as amended, any individual who,
21 for the month of August, 1972, was eligible for or was receiving
22 aid or assistance pursuant to the provisions of Titles I, X, XIV,
23 or Part A of Title IV of such act and who, for such month, was
24 entitled to monthly insurance benefits under Title II of such
25 act, shall be deemed to be eligible for such aid or assistance

1 for such month thereafter prior to October, 1974, if such
2 individual would have been eligible for such aid or assistance
3 for such month had the increase in monthly insurance benefits
4 under Title II of such act resulting from enactment of Public Law
5 92-336 amendments to the federal Social Security Act (42 U.S.C.
6 301 et seq.), as amended, not been applicable to such individual.

7 5. When any individual has been determined to be eligible
8 for medical assistance, such medical assistance will be made
9 available to him for care and services furnished in or after the
10 third month before the month in which he made application for
11 such assistance if such individual was, or upon application would
12 have been, eligible for such assistance at the time such care and
13 services were furnished; provided, further, that such medical
14 expenses remain unpaid.

15 6. The department of social services may apply to the
16 federal Department of Health and Human Services for a Medicaid
17 waiver amendment to the Section 1115 demonstration waiver or for
18 any additional Medicaid waivers necessary and desirable to
19 implement the increased income limit, as authorized in
20 subdivision (25) of subsection 1 of this section.

21 7. Notwithstanding any other provision of law to the
22 contrary, in any given fiscal year, any persons made eligible for
23 medical assistance benefits under subdivisions (1) to (27) of
24 subsection 1 of this section shall only be eligible if annual
25 appropriations are made for such eligibility. This subsection

1 shall not apply to classes of individuals listed in 42 U.S.C.
2 Section 1396a(a)(10)(A)(i).

3 208.152. 1. Benefit payments for medical assistance shall
4 be made on behalf of those eligible needy persons who are unable
5 to provide for it in whole or in part, with any payments to be
6 made on the basis of the reasonable cost of the care or
7 reasonable charge for the services as defined and determined by
8 the division of medical services, unless otherwise hereinafter
9 provided, for the following:

10 (1) Inpatient hospital services, except to persons in an
11 institution for mental diseases who are under the age of
12 sixty-five years and over the age of twenty-one years; provided
13 that the division of medical services shall provide through rule
14 and regulation an exception process for coverage of inpatient
15 costs in those cases requiring treatment beyond the seventy-fifth
16 percentile professional activities study (PAS) or the Medicaid
17 children's diagnosis length-of-stay schedule; and provided
18 further that the division of medical services shall take into
19 account through its payment system for hospital services the
20 situation of hospitals which serve a disproportionate number of
21 low-income patients;

22 (2) All outpatient hospital services, payments therefor to
23 be in amounts which represent no more than eighty percent of the
24 lesser of reasonable costs or customary charges for such
25 services, determined in accordance with the principles set forth

1 in Title XVIII A and B, Public Law 89-97, 1965 amendments to the
2 federal Social Security Act (42 U.S.C. 301, et seq.), but the
3 division of medical services may evaluate outpatient hospital
4 services rendered under this section and deny payment for
5 services which are determined by the division of medical services
6 not to be medically necessary, in accordance with federal law and
7 regulations;

8 (3) Laboratory and X-ray services;

9 (4) Nursing home services for recipients, except to persons
10 in an institution for mental diseases who are under the age of
11 sixty-five years, when residing in a hospital licensed by the
12 department of health and senior services or a nursing home
13 licensed by the division of aging or appropriate licensing
14 authority of other states or government-owned and -operated
15 institutions which are determined to conform to standards
16 equivalent to licensing requirements in Title XIX, of the federal
17 Social Security Act (42 U.S.C. 301, et seq.), as amended, for
18 nursing facilities. The division of medical services may
19 recognize through its payment methodology for nursing facilities
20 those nursing facilities which serve a high volume of Medicaid
21 patients. The division of medical services when determining the
22 amount of the benefit payments to be made on behalf of persons
23 under the age of twenty-one in a nursing facility may consider
24 nursing facilities furnishing care to persons under the age of
25 twenty-one as a classification separate from other nursing

1 facilities;

2 (5) Nursing home costs for recipients of benefit payments
3 under subdivision (4) of this section for those days, which shall
4 not exceed twelve per any period of six consecutive months,
5 during which the recipient is on a temporary leave of absence
6 from the hospital or nursing home, provided that no such
7 recipient shall be allowed a temporary leave of absence unless it
8 is specifically provided for in his plan of care. As used in
9 this subdivision, the term "temporary leave of absence" shall
10 include all periods of time during which a recipient is away from
11 the hospital or nursing home overnight because he is visiting a
12 friend or relative;

13 (6) Physicians' services, whether furnished in the office,
14 home, hospital, nursing home, or elsewhere;

15 (7) Dental services;

16 (8) Services of podiatrists as defined in section 330.010,
17 RSMo;

18 (9) Drugs and medicines when prescribed by a licensed
19 physician, dentist, or podiatrist;

20 (10) Emergency ambulance services and, effective January 1,
21 1990, medically necessary transportation to scheduled,
22 physician-prescribed nonelective treatments. The department of
23 social services may conduct demonstration projects related to the
24 provision of medically necessary transportation to recipients of
25 medical assistance under this chapter. Such demonstration

1 projects shall be funded only by appropriations made for the
2 purpose of such demonstration projects. If funds are
3 appropriated for such demonstration projects, the department
4 shall submit to the general assembly a report on the significant
5 aspects and results of such demonstration projects;

6 (11) Early and periodic screening and diagnosis of
7 individuals who are under the age of twenty-one to ascertain
8 their physical or mental defects, and health care, treatment, and
9 other measures to correct or ameliorate defects and chronic
10 conditions discovered thereby. Such services shall be provided
11 in accordance with the provisions of section 6403 of P.L.[53]
12 101-239 and federal regulations promulgated thereunder;

13 (12) Home health care services;

14 (13) Optometric services as defined in section 336.010,
15 RSMo;

16 (14) Family planning as defined by federal rules and
17 regulations; provided, however, that such family planning
18 services shall not include abortions unless such abortions are
19 certified in writing by a physician to the Medicaid agency that,
20 in his professional judgment, the life of the mother would be
21 endangered if the fetus were carried to term;

22 (15) Orthopedic devices or other prosthetics, including eye
23 glasses, dentures, hearing aids, and wheelchairs;

24 (16) Inpatient psychiatric hospital services for
25 individuals under age twenty-one as defined in Title XIX of the

1 federal Social Security Act (42 U.S.C. 1396d, et seq.);

2 (17) Outpatient surgical procedures, including presurgical
3 diagnostic services performed in ambulatory surgical facilities
4 which are licensed by the department of health and senior
5 services of the state of Missouri; except, that such outpatient
6 surgical services shall not include persons who are eligible for
7 coverage under Part B of Title XVIII, Public Law 89-97, 1965
8 amendments to the federal Social Security Act, as amended, if
9 exclusion of such persons is permitted under Title XIX, Public
10 Law 89-97, 1965 amendments to the federal Social Security Act, as
11 amended;

12 (18) Personal care services which are medically oriented
13 tasks having to do with a person's physical requirements, as
14 opposed to housekeeping requirements, which enable a person to be
15 treated by his physician on an outpatient, rather than on an
16 inpatient or residential basis in a hospital, intermediate care
17 facility, or skilled nursing facility. Personal care services
18 shall be rendered by an individual not a member of the
19 recipient's family who is qualified to provide such services
20 where the services are prescribed by a physician in accordance
21 with a plan of treatment and are supervised by a licensed nurse.
22 Persons eligible to receive personal care services shall be those
23 persons who would otherwise require placement in a hospital,
24 intermediate care facility, or skilled nursing facility.
25 Benefits payable for personal care services shall not exceed for

1 any one recipient one hundred percent of the average statewide
2 charge for care and treatment in an intermediate care facility
3 for a comparable period of time;

4 (19) Mental health services. The state plan for providing
5 medical assistance under Title XIX of the Social Security Act, 42
6 U.S.C. 301, as amended, shall include the following mental health
7 services when such services are provided by community mental
8 health facilities operated by the department of mental health or
9 designated by the department of mental health as a community
10 mental health facility or as an alcohol and drug abuse facility.
11 The department of mental health shall establish by administrative
12 rule the definition and criteria for designation as a community
13 mental health facility and for designation as an alcohol and drug
14 abuse facility. Such mental health services shall include:

15 (a) Outpatient mental health services including preventive,
16 diagnostic, therapeutic, rehabilitative, and palliative
17 interventions rendered to individuals in an individual or group
18 setting by a mental health professional in accordance with a plan
19 of treatment appropriately established, implemented, monitored,
20 and revised under the auspices of a therapeutic team as a part of
21 client services management;

22 (b) Clinic mental health services including preventive,
23 diagnostic, therapeutic, rehabilitative, and palliative
24 interventions rendered to individuals in an individual or group
25 setting by a mental health professional in accordance with a plan

1 of treatment appropriately established, implemented, monitored,
2 and revised under the auspices of a therapeutic team as a part of
3 client services management;

4 (c) Rehabilitative mental health and alcohol and drug abuse
5 services including preventive, diagnostic, therapeutic,
6 rehabilitative, and palliative interventions rendered to
7 individuals in an individual or group setting by a mental health
8 or alcohol and drug abuse professional in accordance with a plan
9 of treatment appropriately established, implemented, monitored,
10 and revised under the auspices of a therapeutic team as a part of
11 client services management. As used in this section, "mental
12 health professional" and "alcohol and drug abuse professional"
13 shall be defined by the department of mental health pursuant to
14 duly promulgated rules. With respect to services established by
15 this subdivision, the department of social services, division of
16 medical services, shall enter into an agreement with the
17 department of mental health. Matching funds for outpatient
18 mental health services, clinic mental health services, and
19 rehabilitation services for mental health and alcohol and drug
20 abuse shall be certified by the department of mental health to
21 the division of medical services. The agreement shall establish
22 a mechanism for the joint implementation of the provisions of
23 this subdivision. In addition, the agreement shall establish a
24 mechanism by which rates for services may be jointly developed;

25 (20) Comprehensive day rehabilitation services beginning

1 early posttrauma as part of a coordinated system of care for
2 individuals with disabling impairments. Rehabilitation services
3 must be based on an individualized, goal-oriented, comprehensive
4 and coordinated treatment plan developed, implemented, and
5 monitored through an interdisciplinary assessment designed to
6 restore an individual to optimal level of physical, cognitive and
7 behavioral function. The division of medical services shall
8 establish by administrative rule the definition and criteria for
9 designation of a comprehensive day rehabilitation service
10 facility, benefit limitations and payment mechanism;

11 (21) Hospice care. As used in this subsection, the term
12 "hospice care" means a coordinated program of active professional
13 medical attention within a home, outpatient and inpatient care
14 which treats the terminally ill patient and family as a unit,
15 employing a medically directed interdisciplinary team. The
16 program provides relief of severe pain or other physical symptoms
17 and supportive care to meet the special needs arising out of
18 physical, psychological, spiritual, social and economic stresses
19 which are experienced during the final stages of illness, and
20 during dying and bereavement and meets the Medicare requirements
21 for participation as a hospice as are provided in 42 CFR Part
22 418. Beginning July 1, 1990, the rate of reimbursement paid by
23 the division of medical services to the hospice provider for room
24 and board furnished by a nursing home to an eligible hospice
25 patient shall not be less than ninety-five percent of the rate of

1 reimbursement which would have been paid for facility services in
2 that nursing home facility for that patient, in accordance with
3 subsection (c) of section 6408 of P.L. 101-239 (Omnibus Budget
4 Reconciliation Act of 1989);

5 (22) Such additional services as defined by the division of
6 medical services to be furnished under waivers of federal
7 statutory requirements as provided for and authorized by the
8 federal Social Security Act (42 U.S.C. 301, et seq.) subject to
9 appropriation by the general assembly;

10 (23) Beginning July 1, 1990, the services of a certified
11 pediatric or family nursing practitioner to the extent that such
12 services are provided in accordance with chapter 335, RSMo, and
13 regulations promulgated thereunder, regardless of whether the
14 nurse practitioner is supervised by or in association with a
15 physician or other health care provider;

16 (24) Subject to appropriations, the department of social
17 services shall conduct demonstration projects for nonemergency,
18 physician-prescribed transportation for pregnant women who are
19 recipients of medical assistance under this chapter in counties
20 selected by the director of the division of medical services.
21 The funds appropriated pursuant to this subdivision shall be used
22 for the purposes of this subdivision and for no other purpose.
23 The department shall not fund such demonstration projects with
24 revenues received for any other purpose. This subdivision shall
25 not authorize transportation of a pregnant woman in active labor.

1 The division of medical services shall notify recipients of
2 nonemergency transportation services under this subdivision of
3 such other transportation services which may be appropriate
4 during active labor or other medical emergency;

5 (25) Nursing home costs for recipients of benefit payments
6 under subdivision (4) of this subsection to reserve a bed for the
7 recipient in the nursing home during the time that the recipient
8 is absent due to admission to a hospital for services which
9 cannot be performed on an outpatient basis, subject to the
10 provisions of this subdivision:

11 (a) The provisions of this subdivision shall apply only if:

12 a. The occupancy rate of the nursing home is at or above
13 ninety-seven percent of Medicaid certified licensed beds,
14 according to the most recent quarterly census provided to the
15 division of aging which was taken prior to when the recipient is
16 admitted to the hospital; and

17 b. The patient is admitted to a hospital for a medical
18 condition with an anticipated stay of three days or less;

19 (b) The payment to be made under this subdivision shall be
20 provided for a maximum of three days per hospital stay;

21 (c) For each day that nursing home costs are paid on behalf
22 of a recipient pursuant to this subdivision during any period of
23 six consecutive months such recipient shall, during the same
24 period of six consecutive months, be ineligible for payment of
25 nursing home costs of two otherwise available temporary leave of

1 absence days provided under subdivision (5) of this subsection;
2 and

3 (d) The provisions of this subdivision shall not apply
4 unless the nursing home receives notice from the recipient or the
5 recipient's responsible party that the recipient intends to
6 return to the nursing home following the hospital stay. If the
7 nursing home receives such notification and all other provisions
8 of this subsection have been satisfied, the nursing home shall
9 provide notice to the recipient or the recipient's responsible
10 party prior to release of the reserved bed.

11 2. Benefit payments for medical assistance for surgery as
12 defined by rule duly promulgated by the division of medical
13 services, and any costs related directly thereto, shall be made
14 only when a second medical opinion by a licensed physician as to
15 the need for the surgery is obtained prior to the surgery being
16 performed.

17 3. The division of medical services may require any
18 recipient of medical assistance to pay part of the charge or
19 cost, as defined by rule duly promulgated by the division of
20 medical services, for dental services, drugs and medicines,
21 optometric services, eye glasses, dentures, hearing aids, and
22 other services, to the extent and in the manner authorized by
23 Title XIX of the federal Social Security Act (42 U.S.C. 1396, et
24 seq.) and regulations thereunder. When substitution of a generic
25 drug is permitted by the prescriber according to section 338.056,

1 RSMo, and a generic drug is substituted for a name brand drug,
2 the division of medical services may not lower or delete the
3 requirement to make a co-payment pursuant to regulations of Title
4 XIX of the federal Social Security Act. A provider of goods or
5 services described under this section must collect from all
6 recipients the partial payment that may be required by the
7 division of medical services under authority granted herein, if
8 the division exercises that authority, to remain eligible as a
9 provider. Any payments made by recipients under this section
10 shall be in addition to, and not in lieu of, any payments made by
11 the state for goods or services described herein.

12 4. The division of medical services shall have the right to
13 collect medication samples from recipients in order to maintain
14 program integrity.

15 5. Reimbursement for obstetrical and pediatric services
16 under subdivision (6) of subsection 1 of this section shall be
17 timely and sufficient to enlist enough health care providers so
18 that care and services are available under the state plan for
19 medical assistance at least to the extent that such care and
20 services are available to the general population in the
21 geographic area, as required under subparagraph (a)(30)(A) of 42
22 U.S.C. 1396a and federal regulations promulgated thereunder.

23 6. Beginning July 1, 1990, reimbursement for services
24 rendered in federally funded health centers shall be in
25 accordance with the provisions of subsection 6402(c) and section

1 6404 of P.L. 101-239 (Omnibus Budget Reconciliation Act of 1989)
2 and federal regulations promulgated thereunder.

3 7. Beginning July 1, 1990, the department of social
4 services shall provide notification and referral of children
5 below age five, and pregnant, breast-feeding, or postpartum women
6 who are determined to be eligible for medical assistance under
7 section 208.151 to the special supplemental food programs for
8 women, infants and children administered by the department of
9 health and senior services. Such notification and referral shall
10 conform to the requirements of section 6406 of P.L. 101-239 and
11 regulations promulgated thereunder.

12 8. Providers of long-term care services shall be reimbursed
13 for their costs in accordance with the provisions of section 1902
14 (a)(13)(A) of the Social Security Act, 42 U.S.C. 1396a, as
15 amended, and regulations promulgated thereunder.

16 9. [Reimbursement rates to long-term care providers with
17 respect to a total change in ownership, at arm's length, for any
18 facility previously licensed and certified for participation in
19 the Medicaid program shall not increase payments in excess of the
20 increase that would result from the application of section 1902
21 (a)(13)(C) of the Social Security Act, 42 U.S.C. 1396a
22 (a)(13)(C).

23 10.] The department of social services, division of medical
24 services, may enroll qualified residential care facilities, as
25 defined in chapter 198, RSMo, as Medicaid personal care

1 providers.

2 10. Notwithstanding any other provision of law to the
3 contrary, in any given fiscal year, any optional benefit provided
4 by the department under subdivisions (1) to (25) of subsection 1
5 of this section shall only be provided if appropriations are made
6 available for such benefits. An "optional benefit" means a
7 benefit not required to be provided under 42 U.S.C. Section
8 1396a(a)(10)(A) and 42 U.S.C. Section 1396d(a)(1) to (5), (17),
9 and (21). If in any given fiscal year moneys are not
10 appropriated to fund one or more of such optional benefits, such
11 benefits shall not be provided and persons otherwise eligible for
12 such benefits shall no longer be deemed eligible.

13 208.212. 1. For purposes of Medicaid eligibility,
14 investment in annuities shall be limited to those annuities that:

15 (1) Are actuarially sound as measured against the Social
16 Security Administration Life Expectancy Tables, as amended;

17 (2) Provide equal or nearly equal payments for the duration
18 of the device and which exclude "balloon" style final payments;
19 and

20 (3) Provide the state of Missouri secondary or contingent
21 beneficiary status ensuring payment if the individual predeceases
22 the duration of the annuity, in an amount equal to the Medicaid
23 expenditure made by the state on the individual's behalf.

24 2. The department shall establish a thirty-six month look-
25 back period to review any investment in an annuity by an

1 applicant for Medicaid benefits. If an investment in an annuity
2 is determined by the department to have been made in anticipation
3 of obtaining or with an intent to obtain eligibility for Medicaid
4 benefits, the department shall have available all remedies and
5 sanctions permitted under federal and state law regarding such
6 investment. The fact that an investment in an annuity which
7 occurred prior to the effective date of this section does not
8 meet the criteria established in subsection 1 of this section
9 shall not automatically result in a disallowance of such
10 investment.

11 3. The department of social services shall promulgate rules
12 to administer the provisions of this section. Any rule or
13 portion of a rule, as that term is defined in section 536.010,
14 RSMo, that is created under the authority delegated in this
15 section shall become effective only if it complies with and is
16 subject to all of the provisions of chapter 536, RSMo, and, if
17 applicable, section 536.028, RSMo. This section and chapter 536,
18 RSMo, are nonseverable and if any of the powers vested with the
19 general assembly pursuant to chapter 536, RSMo, to review, to
20 delay the effective date, or to disapprove and annul a rule are
21 subsequently held unconstitutional, then the grant of rulemaking
22 authority and any rule proposed or adopted after August 28, 2004,
23 shall be invalid and void.

24 208.631. 1. Notwithstanding any other provision of law to
25 the contrary, the department of social services shall establish a

1 program to pay for health care for uninsured children. Coverage
2 pursuant to sections 208.631 to [208.660] 208.657 is subject to
3 annual appropriation, and if funds are not appropriated for a
4 given fiscal year, individuals otherwise eligible for coverage
5 under sections 208.631 to 208.657 shall no longer be eligible.

6 The provisions of sections 208.631 to 208.657 shall be void and
7 of no effect after July 1, 2007.

8 2. For the purposes of sections 208.631 to 208.657,
9 "children" are persons up to nineteen years of age. "Uninsured
10 children" are persons up to nineteen years of age who are
11 emancipated and do not have access to affordable
12 employer-subsidized health care insurance or other health care
13 coverage or persons whose parent or guardian have not had access
14 to affordable employer-subsidized health care insurance or other
15 health care coverage for their children for six months prior to
16 application, are residents of the state of Missouri, and have
17 parents or guardians who meet the requirements in section
18 208.636. A child who is eligible for medical assistance as
19 authorized in section 208.151 is not uninsured for the purposes
20 of sections 208.631 to 208.657.

21 208.636. Parents and guardians of uninsured children
22 eligible for the program established in sections 208.631 to
23 208.657 shall:

24 (1) Furnish to the department of social services the
25 uninsured child's Social Security number or numbers, if the

1 uninsured child has more than one such number;

2 (2) Cooperate with the department of social services in
3 identifying and providing information to assist the state in
4 pursuing any third-party insurance carrier who may be liable to
5 pay for health care;

6 (3) Cooperate with the department of social services,
7 division of child support enforcement in establishing paternity
8 and in obtaining support payments, including medical support;

9 (4) Demonstrate upon request their child's participation in
10 wellness programs including immunizations and a periodic physical
11 examination. This subdivision shall not apply to any child whose
12 parent or legal guardian objects in writing to such wellness
13 programs including immunizations and an annual physical
14 examination because of religious beliefs or medical
15 contraindications; and

16 (5) Demonstrate annually that [their total net worth does
17 not exceed two hundred fifty thousand dollars in total value] the
18 parent and child or children in the home do not own or possess
19 resources which exceed one thousand dollars; provided that if
20 such person is married and living with a spouse, the parents and
21 child or children may own resources not to exceed two thousand
22 dollars. The following assets shall be excluded:

23 (1) The home occupied by the claimant as the claimant's
24 principal place of residence. For town or city property, lots on
25 which there is no dwelling and which adjoin the residence are

1 considered a part of the home, regardless of the number of lots
2 so long as they are in the same city block. For rural property,
3 the acreage on which the home is located plus any adjoining
4 acreage shall be considered part of the home. Property shall be
5 considered as adjoining even though a road may separate two
6 tracts;

7 (2) One automobile. Additional automobiles shall be
8 excluded if providing transportation for any of the following
9 purposes: employment, school or church attendance, or obtaining
10 medical care;

11 (3) Real or personal property that produces annual income
12 consistent with its fair market value if it is being used
13 directly by the claimant in the course of the claimant's business
14 or employment;

15 (4) Household furnishings, household goods, and personal
16 effects used by the claimant;

17 (5) Wedding and engagement rings;

18 (6) Jewelry, other than wedding and engagement rings, that
19 is of limited value;

20 (7) Amounts placed in an irrevocable prearranged funeral or
21 burial contract under subsection 2 of section 436.035, RSMo, and
22 subdivision (5) of subsection 1 of section 436.053, RSMo;

23 (8) Up to one thousand five hundred dollars cash surrender
24 value per person of any life insurance policy, or prearranged
25 funeral or burial contract, or any two or more policies or

1 contracts, or any combination of policies or contracts. The
2 value of an irrevocable prearranged funeral or burial contract
3 shall be counted toward the one thousand five hundred dollar
4 exclusion before the exclusion is applied to other life insurance
5 policies or prearranged funeral or burial contracts;

6 (9) One burial lot per person. For purposes of this
7 section, "burial lot" means any burial space as defined in
8 section 214.270, RSMo, and any memorial, monument, marker,
9 tombstone, or letter marking a burial space;

10 (10) Payments made from the Agent Orange Settlement Fund or
11 any other fund established under the settlement in the *In Re*
12 *Agent Orange* product liability litigation, M.D.L. No. 381
13 (E.D.N.Y.) shall not be considered income or resources in
14 determining eligibility for or the amount of benefits under any
15 state or state-assisted program;

16 (11) Any proceeds from involuntary conversion of real
17 property into personal property, such as forced transfer under
18 condemnation, eminent domain, and fire, flood, or other act of
19 God, received by a recipient while eligible to receive public
20 assistance benefits under existing laws shall be considered real
21 property and excluded from resources for a period of one year
22 from the time of their receipt. For purposes of this
23 subdivision, "receipt" means actual receipt of the proceeds or
24 the payment into court of the proceeds; except that in
25 condemnation cases when the initial exception to the

1 commissioner's award is filed by the condemning authority,
2 "receipt" means receipt of an award under a final judgment;

3 (12) Relocation payments received by a claimant through the
4 Uniform Relocation Assistance Act of 1970. Section 216 of Public
5 Law 91-646 states that payments to help a recipient resettle when
6 property purchased by the state transportation department or
7 property purchased under the Housing Act causes an assistance
8 recipient to relocate shall not be considered in determining
9 eligibility for public assistance;

10 (13) Settlement payments made from the Ricky Ray Hemophilia
11 Relief Fund, or paid as a result of a class action settlement in
12 the case of *Susan Walker v. Bayer Corporation*;

13 (14) Radiation Exposure Compensation Act payments
14 authorized by Public Law 101-426, enacted October 15, 1990;

15 (15) Payments received by any member of the Passamaquoddy
16 Indian Tribe, the Penobscot Nation, or the Houlton Band of
17 Malisett Indians under the Maine Indian Claims Act of 1980,
18 Public Law 96-420;

19 (16) Payments received by any member of the Aroostook Band
20 of Micmacs under the Aroostook Band of Micmacs Settlement Act,
21 Public Law 102-171;

22 (17) For a period not to exceed six months, such real
23 property that the family is making a good faith effort to sell;

24 (18) Family development accounts established pursuant to
25 sections 208.750 to 208.775, RSMo;

1 (19) Earned income tax credit and child tax credit payments
2 in the month of receipt and the month immediately following
3 receipt;

4 (20) In addition to the exclusions set forth above, all
5 exclusions set forth in any federal law that is applicable to
6 Title XIX, Public Law 89-97, 1965 amendments to the federal
7 Social Security Act (42 U.S.C. section 301 et seq.) as amended
8 shall also apply.

9 208.640. [1. Parents and guardians of uninsured children
10 with available incomes between one hundred eighty-six and two
11 hundred twenty- five percent of the federal poverty level are
12 responsible for a five-dollar co-payment.

13 2.] Parents and guardians of uninsured children with
14 incomes between [two hundred twenty-six] one hundred fifty-one
15 and three hundred percent of the federal poverty level who do not
16 have access to affordable employer-sponsored health care
17 insurance or other affordable health care coverage may obtain
18 coverage pursuant to this subsection. For the purposes of
19 sections 208.631 to 208.657, "affordable employer-sponsored
20 health care insurance or other affordable health care coverage"
21 refers to health insurance requiring a monthly premium less than
22 or equal to one hundred thirty-three percent of the monthly
23 average premium required in the state's current Missouri
24 consolidated health care plan. The parents and guardians of
25 eligible uninsured children pursuant to this subsection are

1 responsible for co-payments equal to the average co-payments
2 required in the current Missouri consolidated health care plan
3 rounded to the nearest dollar, and a monthly premium equal to the
4 average premium required for the Missouri consolidated health
5 care plan; provided that the total aggregate cost sharing for a
6 family covered by these sections shall not exceed five percent of
7 such family's income for the years involved. No co-payments or
8 other cost sharing is permitted with respect to benefits for
9 well-baby and well-child care including age-appropriate
10 immunizations. Cost-sharing provisions pursuant to sections
11 208.631 to 208.657 shall not exceed the limits established by 42
12 U.S.C. Section 1397cc(e).