### SECOND REGULAR SESSION

# HOUSE BILL NO. 1527

## 99TH GENERAL ASSEMBLY

#### INTRODUCED BY REPRESENTATIVE WALKER (74).

D. ADAM CRUMBLISS, Chief Clerk

## AN ACT

To repeal section 208.146, RSMo, and to enact in lieu thereof one new section relating to the MO HealthNet buy-in for workers with disabilities program.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Section 208.146, RSMo, is repealed and one new section enacted in lieu 2 thereof, to be known as section 208.146, to read as follows:

208.146. 1. The program established under this section shall be known as the "[Ticket

2 to Work Health Assurance] MO HealthNet Buy-In For Workers With Disabilities Program".

3 Subject to appropriations and in accordance with the federal Ticket to Work and Work Incentives

4 Improvement Act of 1999 (TWWIIA), Public Law 106-170, the medical assistance provided for

5 in section 208.151 may be paid for a person who is employed and who:

6 (1) Except for earnings, meets the definition of disabled under the Supplemental Security
7 Income Program or meets the definition of an employed individual with a medically improved
8 disability under TWWIIA;

9 (2) Has earned income, as defined in subsection 2 of this section; and

10 (3) [Meets the asset limits in subsection 3 of this section;

11 (4)] Has [net] income[, as defined in subsection 3 of this section,] that does not exceed

12 [the limit for permanent and totally disabled individuals to receive nonspenddown MO

- 13 HealthNet under subdivision (24) of subsection 1 of section 208.151; and
- 14 (5) Has a gross income of two hundred fifty percent or less of the federal poverty level,
- 15 excluding any earned income of the worker with a disability between two hundred fifty and three
- 16 hundred percent of the federal poverty level. For purposes of this subdivision, "gross income"
- 17 includes all income of the person and the person's spouse that would be considered in

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

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determining MO HealthNet eligibility for permanent and totally disabled individuals under 18 19 subdivision (24) of subsection 1 of section 208.151. Individuals with gross incomes in excess 20 of one hundred percent of the federal poverty level shall pay a premium for participation in 21 accordance with subsection 4 of this section] three hundred percent of the federal poverty level. For purposes of this subdivision, "income" includes all income of the person that 22 23 would be considered in determining MO HealthNet eligibility for permanent and totally disabled individuals under subdivision (24) of subsection 1 of section 208.151. Individuals 24 25 with incomes in excess of one hundred percent of the federal poverty level shall pay a premium for participation in accordance with subsection 4 of this section. 26

27 2. For income to be considered earned income for purposes of this section, the 28 department of social services shall document that Medicare and Social Security taxes are 29 withheld from such income. Self-employed persons shall provide proof of payment of Medicare 30 and Social Security taxes for income to be considered earned.

3. (1) For purposes of determining eligibility under this section, [the available] there 32 shall be no asset limit [and the definition of available assets shall be the same as those used to 33 determine MO HealthNet eligibility for permanent and totally disabled individuals under 34 subdivision (24) of subsection 1 of section 208.151 except for:

35 (a) Medical savings accounts limited to deposits of earned income and earnings on such
 36 income while a participant in the program created under this section with a value not to exceed

37 five thousand dollars per year; and

(b) Independent living accounts limited to deposits of earned income and earnings on
 such income while a participant in the program created under this section with a value not to
 exceed five thousand dollars per year. For purposes of this section, an "independent living
 account" means an account established and maintained to provide savings for transportation,
 housing, home modification, and personal care services and assistive devices associated with
 such person's disability].

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(2) To determine [net] income, the following shall be disregarded:

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(a) All earned income of the [disabled worker] spouse;

46 (b) [The first sixty-five dollars and one-half of the remaining earned income of a
 47 nondisabled spouse's earned income;

48 (c)] A twenty dollar standard deduction;

49 [<del>(d)</del>] (c) Health insurance premiums;

50 [(e)] (d) A seventy-five dollar a month standard deduction for the disabled worker's

dental and optical insurance when the total dental and optical insurance premiums are less thanseventy-five dollars;

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53 [(f)] (e) All Supplemental Security Income payments, and the first fifty dollars of SSDI
 54 payments;

55 [(g)] (f) A standard deduction for impairment-related employment expenses equal to 56 one-half of the disabled worker's earned income.

4. Any person whose [gross] income, as defined in subdivision (3) of subsection 1 of this section, exceeds one hundred percent of the federal poverty level shall pay a premium for participation in the medical assistance provided in this section. Such premium shall be:

(1) For a person whose [gross] income, as defined in subdivision (3) of subsection 1
of this section, is more than one hundred percent but less than one hundred fifty percent of the
federal poverty level, four percent of income at one hundred percent of the federal poverty level;

63 (2) For a person whose [gross] income, as defined in subdivision (3) of subsection 1
64 of this section, equals or exceeds one hundred fifty percent but is less than two hundred percent
65 of the federal poverty level, four percent of income at one hundred fifty percent of the federal
66 poverty level;

67 (3) For a person whose [gross] income, as defined in subdivision (3) of subsection 1
68 of this section, equals or exceeds two hundred percent but less than two hundred fifty percent
69 of the federal poverty level, five percent of income at two hundred percent of the federal poverty
70 level;

(4) For a person whose [gross] income, as defined in subdivision (3) of subsection 1
of this section, equals or exceeds two hundred fifty percent up to and including three hundred
percent of the federal poverty level, six percent of income at two hundred fifty percent of the
federal poverty level.

5. Recipients of services through this program shall report any change in income or household size within ten days of the occurrence of such change. An increase in premiums resulting from a reported change in income or household size shall be effective with the next premium invoice that is mailed to a person after due process requirements have been met. A decrease in premiums shall be effective the first day of the month immediately following the month in which the change is reported.

81 6. If an eligible person's employer offers employer-sponsored health insurance and the 82 department of social services determines that it is more cost effective, such person shall 83 participate in the employer-sponsored insurance. The department shall pay such person's portion 84 of the premiums, co-payments, and any other costs associated with participation in the 85 employer-sponsored health insurance. If the department elects to pay such person's employer-sponsored insurance costs under this subsection, the medical assistance provided 86 87 under this section shall be provided to an eligible person as a secondary or supplemental 88 policy to any employer-sponsored benefits which may be available to such person.

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7. The [provisions of this section shall expire August 28, 2019] department shall
provide to the general assembly an annual report of the number of participants in the
program, as well as describe the outreach and education efforts to increase awareness and
enrollment in MO HealthNet buy-in for workers with disabilities.
8. The department shall submit such state plan amendments and waivers to the
Centers for Medicare and Medicaid Services of the federal Department of Health and

95 Human Services as the department determines are necessary to implement the provisions

96 of this section.

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