## [First Reprint] SENATE, No. 3374

# STATE OF NEW JERSEY 218th LEGISLATURE

INTRODUCED JANUARY 24, 2019

Sponsored by: Senator LINDA R. GREENSTEIN District 14 (Mercer and Middlesex) Senator ROBERT W. SINGER District 30 (Monmouth and Ocean)

Co-Sponsored by: Senators T.Kean, Singleton, Gopal, A.R.Bucco, Turner, Lagana, Diegnan and Gill

#### SYNOPSIS

Provides Medicaid coverage to eligible pregnant women for six-month period beginning on the last day of pregnancy.

#### **CURRENT VERSION OF TEXT**

As reported by the Senate Budget and Appropriations Committee on January 6, 2020, with amendments.



(Sponsorship Updated As Of: 1/14/2020)

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AN ACT concerning Medicaid coverage for pregnant women and 1 2 amending P.L.1968, c.413. 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. Section 3 of P.L.1968, c.413 (C.30:4D-3) is amended to read 8 as follows: 9 3. Definitions. As used in P.L.1968, c.413 (C.30:4D-1 et seq.), 10 and unless the context otherwise requires: "Applicant" means any person who has made application for 11 a. 12 purposes of becoming a "qualified applicant." 13 b. "Commissioner" means the Commissioner of Human 14 Services. 15 c. "Department" means the Department of Human Services, which is herein designated as the single State agency to administer 16 17 the provisions of this act. d. "Director" means the Director of the Division of Medical 18 Assistance and Health Services. 19 20 "Division" means the Division of Medical Assistance and e 21 Health Services. "Medicaid" means the New Jersey Medical Assistance and 22 f. 23 Health Services Program. 24 g. "Medical assistance" means payments on behalf of recipients 25 to providers for medical care and services authorized under 26 P.L.1968, c.413. 27 h. "Provider" means any person, public or private institution, 28 agency, or business concern approved by the division lawfully 29 providing medical care, services, goods, and supplies authorized under P.L.1968, c.413, holding, where applicable, a current valid 30 31 license to provide such services or to dispense such goods or supplies. 32 33 i. "Qualified applicant" means a person who is a resident of 34 this State, and either a citizen of the United States or an eligible alien, and is determined to need medical care and services as 35 provided under P.L.1968, c.413, with respect to whom the period 36 37 for which eligibility to be a recipient is determined shall be the 38 maximum period permitted under federal law, and who: 39 (1) Is a dependent child or parent or caretaker relative of a 40 dependent child who would be, except for resources, eligible for the 41 aid to families with dependent children program under the State 42 Plan for Title IV-A of the federal Social Security Act as of July 16, 43 1996; 44 (2) Is a recipient of Supplemental Security Income for the Aged, 45 Blind and Disabled under Title XVI of the Social Security Act;

Matter underlined <u>thus</u> is new matter.

Matter enclosed in superscript numerals has been adopted as follows: <sup>1</sup>Senate SBA committee amendments adopted January 6, 2020.

**EXPLANATION** – Matter enclosed in **bold-faced brackets** [thus] in the above bill is not enacted and is intended to be omitted in the law.

(3) Is an "ineligible spouse" of a recipient of Supplemental
 Security Income for the Aged, Blind and Disabled under Title XVI
 of the Social Security Act, as defined by the federal Social Security
 Administration;

5 (4) Would be eligible to receive Supplemental Security Income under Title XVI of the federal Social Security Act or, without 6 7 regard to resources, would be eligible for the aid to families with dependent children program under the State Plan for Title IV-A of 8 9 the federal Social Security Act as of July 16, 1996, except for 10 failure to meet an eligibility condition or requirement imposed 11 under such State program which is prohibited under Title XIX of 12 the federal Social Security Act such as a durational residency 13 requirement, relative responsibility, consent to imposition of a lien;

14 (5) (Deleted by amendment, P.L.2000, c.71).

15 (6) Is an individual under 21 years of age who, without regard to 16 resources, would be, except for dependent child requirements, 17 eligible for the aid to families with dependent children program 18 under the State Plan for Title IV-A of the federal Social Security Act as of July 16, 1996, or groups of such individuals, including but 19 20 not limited to, children in resource family placement under 21 supervision of the Division of Child Protection and Permanency in 22 the Department of Children and Families whose maintenance is 23 being paid in whole or in part from public funds, children placed in 24 a resource family home or institution by a private adoption agency 25 in New Jersey or children in intermediate care facilities, including 26 developmental centers for the developmentally disabled, or in 27 psychiatric hospitals;

(7) Would be eligible for the Supplemental Security Income
program, but is not receiving such assistance and applies for
medical assistance only;

31 (8) Is determined to be medically needy and meets all the32 eligibility requirements described below:

33 (a) The following individuals are eligible for services, if they34 are determined to be medically needy:

35 (i) Pregnant women;

36 (ii) Dependent children under the age of 21;

37 (iii) Individuals who are 65 years of age and older; and

(iv) Individuals who are blind or disabled pursuant to either 42
C.F.R.435.530 et seq. or 42 C.F.R.435.540 et seq., respectively.

40 (b) The following income standard shall be used to determine41 medically needy eligibility:

(i) For one person and two person households, the income
standard shall be the maximum allowable under federal law, but
shall not exceed 133 1/3[%] percent of the State's payment level to
two person households under the aid to families with dependent
children program under the State Plan for Title IV-A of the federal
Social Security Act in effect as of July 16, 1996; and

1 (ii) For households of three or more persons, the income standard 2 shall be set at 133 1/3 [%] percent of the State's payment level to similar size households under the aid to families with dependent 3 4 children program under the State Plan for Title IV-A of the federal 5 Social Security Act in effect as of July 16, 1996. (c) The following resource standard shall be used to determine 6 7 medically needy eligibility: 8 (i) For one person households, the resource standard shall be 9 200[%] percent of the resource standard for recipients of 10 Supplemental Security Income pursuant to 42 U.S.C. s.1382(1)(B); 11 (ii) For two person households, the resource standard shall be 12 200[%] percent of the resource standard for recipients of Supplemental Security Income pursuant to 42 U.S.C. s.1382(2)(B); 13 14 (iii) For households of three or more persons, the resource standard in subparagraph (c)(ii) above shall be increased by 15 16 \$100.00 for each additional person; and 17 (iv) The resource standards established in (i), (ii), and (iii) are 18 subject to federal approval and the resource standard may be lower 19 if required by the federal Department of Health and Human 20 Services. 21 (d) Individuals whose income exceeds those established in subparagraph (b) of paragraph (8) of this subsection may become 22 23 medically needy by incurring medical expenses as defined in 42 24 C.F.R.435.831(c) which will reduce their income to the applicable 25 medically needy income established in subparagraph (b) of 26 paragraph (8) of this subsection. 27 (e) A six-month period shall be used to determine whether an 28 individual is medically needy. 29 (f) Eligibility determinations for the medically needy program 30 shall be administered as follows: 31 (i) County welfare agencies and other entities designated by the 32 commissioner are responsible for determining and certifying the 33 eligibility of pregnant women and dependent children. The division 34 shall reimburse county welfare agencies for 100[%] percent of the 35 reasonable costs of administration which are not reimbursed by the federal government for the first 12 months of this program's 36 operation. Thereafter, 75[%] percent of the administrative costs 37 38 incurred by county welfare agencies which are not reimbursed by 39 the federal government shall be reimbursed by the division; 40 (ii) The division is responsible for certifying the eligibility of individuals who are 65 years of age and older and individuals who 41 42 are blind or disabled. The division may enter into contracts with 43 county welfare agencies to determine certain aspects of eligibility. 44 In such instances the division shall provide county welfare agencies 45 with all information the division may have available on the

46 individual.

1 The division shall notify all eligible recipients of the 2 Pharmaceutical Assistance to the Aged and Disabled program, 3 P.L.1975, c.194 (C.30:4D-20 et seq.) on an annual basis of the 4 medically needy program and the program's general requirements. 5 The division shall take all reasonable administrative actions to ensure that Pharmaceutical Assistance to the Aged and Disabled 6 7 recipients, who notify the division that they may be eligible for the 8 program, have their applications processed expeditiously, at times 9 and locations convenient to the recipients; and 10 (iii) The division is responsible for certifying incurred medical

expenses for all eligible persons who attempt to qualify for the program pursuant to subparagraph (d) of paragraph (8) of this subsection;

(9) (a) Is a child who is at least one year of age and under 19
years of age and, if older than six years of age but under 19 years of
age, is uninsured; and

(b) Is a member of a family whose income does not exceed
133[%] percent of the poverty level and who meets the federal
Medicaid eligibility requirements set forth in section 9401 of
Pub.L.99-509 (42 U.S.C. s.1396a);

(10) Is a pregnant woman who is determined by a provider to be
presumptively eligible for medical assistance based on criteria
established by the commissioner, pursuant to section 9407 of
Pub.L.99-509 (42 U.S.C. s.1396a(a));

(11) Is an individual 65 years of age and older, or an individual
who is blind or disabled pursuant to section 301 of Pub.L.92-603
(42 U.S.C. s.1382c), whose income does not exceed 100[%]
percent of the poverty level, adjusted for family size, and whose
resources do not exceed 100[%] percent of the resource standard
used to determine medically needy eligibility pursuant to paragraph
(8) of this subsection;

(12) Is a qualified disabled and working individual pursuant to
section 6408 of Pub.L.101-239 (42 U.S.C. s.1396d) whose income
does not exceed 200[%] percent of the poverty level and whose
resources do not exceed 200[%] percent of the resource standard
used to determine eligibility under the Supplemental Security
Income Program, P.L.1973, c.256 (C.44:7-85 et seq.);

38 (13) Is a pregnant woman or is a child who is under one year of 39 age and is a member of a family whose income does not exceed 40 185[%] percent of the poverty level, or is a pregnant woman who is 41 a member of a family whose income does not exceed the highest 42 income eligibility level for pregnant women established under the 43 State plan under Title XIX of the federal Social Security Act, and 44 who meets the federal Medicaid eligibility requirements set forth in 45 section 9401 of Pub.L.99-509 (42 U.S.C. s.1396a), except that a 46 pregnant woman who is determined to be a qualified applicant shall, 47 notwithstanding any change in the income of the family of which

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she is a member, continue to be deemed a qualified applicant until the end of the [60-day] <sup>1</sup>[365-day] six-month<sup>1</sup> period beginning on the last day of her pregnancy <sup>1</sup>, provided that if the six-month period ends during the middle of a calendar month the woman shall continue to be deemed a qualified applicant through the last day of the calendar month<sup>1</sup>;

7 (14) (Deleted by amendment, P.L.1997, c.272).

8 (a) Is a specified low-income Medicare beneficiary (15)9 pursuant to 42 U.S.C. s.1396a(a)10(E)iii whose resources beginning 10 January 1, 1993 do not exceed 200[%] percent of the resource 11 standard used to determine eligibility under the Supplemental 12 Security Income program, P.L.1973, c.256 (C.44:7-85 et seq.) and 13 whose income beginning January 1, 1993 does not exceed 110 [%] 14 percent of the poverty level, and beginning January 1, 1995 does 15 not exceed 120 [%] percent of the poverty level.

16 (b) An individual who has, within 36 months, or within 60 17 months in the case of funds transferred into a trust, of applying to 18 be a qualified applicant for Medicaid services in a nursing facility 19 or a medical institution, or for home or community-based services under section 1915(c) of the federal Social Security Act (42 U.S.C. 20 21 s.1396n(c)), disposed of resources or income for less than fair 22 market value shall be ineligible for assistance for nursing facility 23 services, an equivalent level of services in a medical institution, or 24 home or community-based services under section 1915(c) of the 25 federal Social Security Act (42 U.S.C. s.1396n(c)). The period of 26 the ineligibility shall be the number of months resulting from 27 dividing the uncompensated value of the transferred resources or 28 income by the average monthly private payment rate for nursing 29 facility services in the State as determined annually by the 30 commissioner. In the case of multiple resource or income transfers, 31 the resulting penalty periods shall be imposed sequentially. 32 Application of this requirement shall be governed by 42 U.S.C. 33 s.1396p(c). In accordance with federal law, this provision is 34 effective for all transfers of resources or income made on or after 35 August 11, 1993. Notwithstanding the provisions of this subsection 36 to the contrary, the State eligibility requirements concerning 37 resource or income transfers shall not be more restrictive than those 38 enacted pursuant to 42 U.S.C. s.1396p(c).

39 (c) An individual seeking nursing facility services or home or 40 community-based services and who has a community spouse shall 41 be required to expend those resources which are not protected for 42 the needs of the community spouse in accordance with section 43 1924(c) of the federal Social Security Act (42 U.S.C. s.1396r-5(c)) 44 on the costs of long-term care, burial arrangements, and any other 45 expense deemed appropriate and authorized by the commissioner. 46 An individual shall be ineligible for Medicaid services in a nursing 47 facility or for home or community-based services under section

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1 1915(c) of the federal Social Security Act (42 U.S.C. s.1396n(c)) if 2 the individual expends funds in violation of this subparagraph. The 3 period of ineligibility shall be the number of months resulting from 4 dividing the uncompensated value of transferred resources and 5 income by the average monthly private payment rate for nursing facility services in the State as determined by the commissioner. 6 7 The period of ineligibility shall begin with the month that the 8 individual would otherwise be eligible for Medicaid coverage for 9 nursing facility services or home or community-based services.

10 This subparagraph shall be operative only if all necessary 11 approvals are received from the federal government including, but 12 not limited to, approval of necessary State plan amendments and 13 approval of any waivers;

14 (16) Subject to federal approval under Title XIX of the federal 15 Social Security Act, is a dependent child, parent or specified 16 caretaker relative of a child who is a qualified applicant, who would 17 be eligible, without regard to resources, for the aid to families with 18 dependent children program under the State Plan for Title IV-A of 19 the federal Social Security Act as of July 16, 1996, except for the 20 income eligibility requirements of that program, and whose family 21 earned income,

(a) if a dependent child, does not exceed 133[%] percent of the
poverty level; and

(b) if a parent or specified caretaker relative, beginning
September 1, 2005 does not exceed 100[%] percent of the poverty
level, beginning September 1, 2006 does not exceed 115[%]
percent of the poverty level and beginning September 1, 2007 does
not exceed 133[%] percent of the poverty level,

plus such earned income disregards as shall be determined
according to a methodology to be established by regulation of the
commissioner;

The commissioner may increase the income eligibility limits for
children and parents and specified caretaker relatives, as funding
permits;

35 (17) Is an individual from 18 through 20 years of age who is not 36 a dependent child and would be eligible for medical assistance pursuant to P.L.1968, c.413 (C.30:4D-1 et seq.), without regard to 37 38 income or resources, who, on the individual's 18th birthday was in 39 resource family care under the care and custody of the Division of 40 Child Protection and Permanency in the Department of Children 41 and Families and whose maintenance was being paid in whole or in 42 part from public funds;

43 (18) Is a person between the ages of 16 and 65 who is44 permanently disabled and working, and:

45 (a) whose income is at or below 250[%] percent of the poverty
46 level, plus other established disregards;

(b) who pays the premium contribution and other cost sharing as
 established by the commissioner, subject to the limits and
 conditions of federal law; and

4 (c) whose assets, resources and unearned income do not exceed5 limitations as established by the commissioner;

(19) Is an uninsured individual under 65 years of age who:

(a) has been screened for breast or cervical cancer under the
federal Centers for Disease Control and Prevention breast and
cervical cancer early detection program;

(b) requires treatment for breast or cervical cancer based uponcriteria established by the commissioner;

(c) has an income that does not exceed the income standardestablished by the commissioner pursuant to federal guidelines;

14 (d) meets all other Medicaid eligibility requirements; and

(e) in accordance with Pub.L.106-354, is determined by a
qualified entity to be presumptively eligible for medical assistance
pursuant to 42 U.S.C. s.1396a(aa), based upon criteria established
by the commissioner pursuant to section 1920B of the federal Social
Security Act (42 U.S.C. s.1396r-1b);

20 (20) Subject to federal approval under Title XIX of the federal 21 Social Security Act, is a single adult or couple, without dependent children, whose income in 2006 does not exceed 50[%] percent of 22 23 the poverty level, in 2007 does not exceed 75 [%] percent of the 24 poverty level and in 2008 and each year thereafter does not exceed 25 100[%] percent of the poverty level; except that a person who is a 26 recipient of Work First New Jersey general public assistance, 27 pursuant to P.L.1947, c.156 (C.44:8-107 et seq.), shall not be a 28 qualified applicant; or

(21) is an individual who:

30 (a) has an income that does not exceed the highest income
31 eligibility level for pregnant women established under the State
32 plan under Title XIX or Title XXI of the federal Social Security
33 Act;

34 (b) is not pregnant; and

(c) is eligible to receive family planning services provided
under the Medicaid program pursuant to subsection k. of section 6
of P.L.1968, c.413 (C.30:4D-6) and in accordance with 42 U.S.C.
s.1396a(ii).

j. "Recipient" means any qualified applicant receiving benefitsunder this act.

k. "Resident" means a person who is living in the State
voluntarily with the intention of making his home here and not for a
temporary purpose. Temporary absences from the State, with
subsequent returns to the State or intent to return when the purposes
of the absences have been accomplished, do not interrupt continuity
of residence.

47 l. "State Medicaid Commission" means the Governor, the48 Commissioner of Human Services, the President of the Senate and

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the Speaker of the General Assembly, hereby constituted a
 commission to approve and direct the means and method for the
 payment of claims pursuant to P.L.1968, c.413.

4 m. "Third party" means any person, institution, corporation, 5 insurance company, group health plan as defined in section 607(1)of the federal "Employee Retirement and Income Security Act of 6 7 29 U.S.C. s.1167(1), service benefit plan, health 1974," 8 maintenance organization, or other prepaid health plan, or public, 9 private or governmental entity who is or may be liable in contract, 10 tort, or otherwise by law or equity to pay all or part of the medical 11 cost of injury, disease or disability of an applicant for or recipient 12 of medical assistance payable under P.L.1968, c.413.

n. "Governmental peer grouping system" means a separate
class of skilled nursing and intermediate care facilities administered
by the State or county governments, established for the purpose of
screening their reported costs and setting reimbursement rates under
the Medicaid program that are reasonable and adequate to meet the
costs that must be incurred by efficiently and economically operated
State or county skilled nursing and intermediate care facilities.

o. "Comprehensive maternity or pediatric care provider" means
any person or public or private health care facility that is a provider
and that is approved by the commissioner to provide comprehensive
maternity care or comprehensive pediatric care as defined in
subsection b. (18) and (19) of section 6 of P.L.1968, c.413
(C.30:4D-6).

p. "Poverty level" means the official poverty level based on
family size established and adjusted under Section 673(2) of
Subtitle B, the "Community Services Block Grant Act," of
Pub.L.97-35 (42 U.S.C. s.9902(2)).

30 q. "Eligible alien" means one of the following:

31 (1) an alien present in the United States prior to August 22,32 1996, who is:

(a) a lawful permanent resident;

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34 (b) a refugee pursuant to section 207 of the federal "Immigration
35 and Nationality Act" (8 U.S.C. s.1157);

36 (c) an asylee pursuant to section 208 of the federal
37 "Immigration and Nationality Act" (8 U.S.C. s.1158);

38 (d) an alien who has had deportation withheld pursuant to
39 section 243(h) of the federal "Immigration and Nationality Act" (8
40 U.S.C. s.1253 (h));

41 (e) an alien who has been granted parole for less than one year
42 by the U.S. Citizenship and Immigration Services pursuant to
43 section 212(d)(5) of the federal "Immigration and Nationality Act"
44 (8 U.S.C. s.1182(d)(5));

45 (f) an alien granted conditional entry pursuant to section
46 203(a)(7) of the federal "Immigration and Nationality Act" (8
47 U.S.C. s.1153(a)(7)) in effect prior to April 1, 1980; or

1 (g) an alien who is honorably discharged from or on active duty 2 in the United States armed forces and the alien's spouse and 3 unmarried dependent child. (2) An alien who entered the United States on or after August 4 5 22, 1996, who is: 6 (a) an alien as described in paragraph (1)(b), (c), (d) or (g) of 7 this subsection; or (b) an alien as described in paragraph (1)(a), (e) or (f) of this 8 9 subsection who entered the United States at least five years ago. 10 (3) A legal alien who is a victim of domestic violence in 11 accordance with criteria specified for eligibility for public benefits 12 as provided in Title V of the federal "Illegal Immigration Reform and Immigrant Responsibility Act of 1996" (8 U.S.C. s.1641). 13 14 (cf: P.L.2018, c.1, s.1) 15 16 2. The Commissioner of Human Services shall apply for such State plan amendments or waivers as may be necessary to 17 implement the provisions of this act and to secure federal financial 18 19 participation for State Medicaid expenditures under the federal 20 Medicaid program. 21 22 3. The Commissioner of Human Services, pursuant to the 23 "Administrative Procedure Act," P.L.1968, c.410 (C.52:14B-1 et 24 seq.), shall adopt rules and regulations necessary to implement the 25 provisions of this act. 26 27 4. This act shall take effect on the first day of the fourth month next following the date of enactment, but the Commissioner of 28 29 Human Services may take such anticipatory administrative action in 30 advance thereof as may be necessary for the implementation of this

31 act.