

## General Assembly

January Session, 2023

## Substitute Bill No. 6630



## AN ACT INCREASING HUSKY C ASSET AND INCOME LIMITS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. (NEW) (Effective July 1, 2023) (a) The Commissioner of
- 2 Social Services shall increase the asset limits used to determine
- 3 eligibility for HUSKY C, as defined in section 17b-290 of the general
- 4 statutes, from (1) one thousand six hundred dollars to ten thousand
- 5 dollars for an unmarried person, and (2) two thousand four hundred
- 6 dollars to fifteen thousand dollars for married persons.
- 7 (b) The Commissioner of Social Services shall allow any person,
- 8 whose income exceeds the income limits for HUSKY C but who
- 9 otherwise qualifies, to qualify for the program by spending down such
- 10 person's excess income over the HUSKY C income limits on incurred
- medical bills in accordance with 42 CFR 435.831.
- 12 Sec. 2. Section 17b-261 of the general statutes is repealed and the
- following is substituted in lieu thereof (*Effective July 1, 2023*):
- 14 (a) Medical assistance shall be provided for any otherwise eligible
- 15 person (1) whose income, including any available support from legally
- 16 liable relatives and the income of the person's spouse or dependent
- 17 child, is not more than [one hundred forty-three per cent, pending
- approval of a federal waiver applied for pursuant to subsection (e) of
- 19 this section, of the benefit amount paid to a person with no income
- 20 under the temporary family assistance program] one hundred thirty-

21 eight per cent of the federal poverty level, and (2) if such person is an 22 institutionalized individual as defined in Section 1917 of the Social 23 Security Act, 42 USC 1396p(h)(3), and such person has not made an 24 assignment or transfer or other disposition of property for less than fair 25 market value for the purpose of establishing eligibility for benefits or 26 assistance under this section. Any such disposition shall be treated in 27 accordance with Section 1917(c) of the Social Security Act, 42 USC 28 1396p(c). Any disposition of property made on behalf of an applicant or 29 recipient or the spouse of an applicant or recipient by a guardian, 30 conservator, person authorized to make such disposition pursuant to a 31 power of attorney or other person so authorized by law shall be 32 attributed to such applicant, recipient or spouse. A disposition of 33 property ordered by a court shall be evaluated in accordance with the 34 standards applied to any other such disposition for the purpose of 35 determining eligibility. [The commissioner shall establish the standards 36 for eligibility for medical assistance at one hundred forty-three per cent 37 of the benefit amount paid to a household of equal size with no income 38 under the temporary family assistance program.] In determining 39 eligibility, the commissioner shall not consider as income Aid and 40 Attendance pension benefits granted to a veteran, as defined in section 41 27-103, or the surviving spouse of such veteran. Except as provided in 42 section 17b-277 and section 17b-292, the medical assistance program 43 shall provide coverage to persons under the age of nineteen with 44 household income up to one hundred ninety-six per cent of the federal 45 poverty level without an asset limit and to persons under the age of 46 nineteen, who qualify for coverage under Section 1931 of the Social 47 Security Act, with household income not exceeding one hundred 48 ninety-six per cent of the federal poverty level without an asset limit, 49 and their parents and needy caretaker relatives, who qualify for 50 coverage under Section 1931 of the Social Security Act, with household 51 income not exceeding one hundred fifty-five per cent of the federal 52 poverty level without an asset limit. Such levels shall be based on the 53 regional differences in such benefit amount, if applicable, unless such 54 levels based on regional differences are not in conformance with federal 55 law. Any income in excess of the applicable amounts shall be applied as

may be required by said federal law, and assistance shall be granted for the balance of the cost of authorized medical assistance. The Commissioner of Social Services shall provide applicants for assistance under this section, at the time of application, with a written statement advising them of (A) the effect of an assignment or transfer or other disposition of property on eligibility for benefits or assistance, (B) the effect that having income that exceeds the limits prescribed in this subsection will have with respect to program eligibility, and (C) the availability of, and eligibility for, services provided by the Connecticut Home Visiting System, established pursuant to section 17b-751b. For coverage dates on or after January 1, 2014, the department shall use the modified adjusted gross income financial eligibility rules set forth in Section 1902(e)(14) of the Social Security Act and the implementing regulations to determine eligibility for HUSKY A, HUSKY B and HUSKY D applicants, as defined in section 17b-290. Persons who are determined ineligible for assistance pursuant to this section shall be provided a written statement notifying such persons of their ineligibility and advising such persons of their potential eligibility for one of the other insurance affordability programs as defined in 42 CFR 435.4.

- (b) For the purposes of the Medicaid program, the Commissioner of Social Services shall consider parental income and resources as available to a child under eighteen years of age who is living with his or her parents and is blind or disabled for purposes of the Medicaid program, or to any other child under twenty-one years of age who is living with his or her parents.
- (c) For the purposes of determining eligibility for the Medicaid program, an available asset is one that is actually available to the applicant or one that the applicant has the legal right, authority or power to obtain or to have applied for the applicant's general or medical support. If the terms of a trust provide for the support of an applicant, the refusal of a trustee to make a distribution from the trust does not render the trust an unavailable asset. Notwithstanding the provisions of this subsection, the availability of funds in a trust or similar instrument funded in whole or in part by the applicant or the applicant's spouse

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shall be determined pursuant to the Omnibus Budget Reconciliation Act of 1993, 42 USC 1396p. The provisions of this subsection shall not apply to a special needs trust, as defined in 42 USC 1396p(d)(4)(A), as amended from time to time. For purposes of determining whether a beneficiary under a special needs trust, who has not received a disability determination from the Social Security Administration, is disabled, as defined in 42 USC 1382c(a)(3), the Commissioner of Social Services, or the commissioner's designee, shall independently make such determination. The commissioner shall not require such beneficiary to apply for Social Security disability benefits or obtain a disability determination from the Social Security Administration for purposes of determining whether the beneficiary is disabled.

- (d) The transfer of an asset in exchange for other valuable consideration shall be allowable to the extent the value of the other valuable consideration is equal to or greater than the value of the asset transferred.
- (e) The Commissioner of Social Services [shall seek a waiver from federal law to permit federal financial participation for Medicaid expenditures for families with incomes of one hundred forty-three per cent of the temporary family assistance program payment standard] may seek federal approval for a Medicaid waiver or a Medicaid state plan amendment to implement the provisions of this section.
- (f) To the extent [permitted by] <u>permissible under</u> federal law, Medicaid eligibility shall be extended for one year to a family that becomes ineligible for medical assistance under Section 1931 of the Social Security Act due to income from employment by one of its members who is a caretaker relative or due to receipt of child support income. A family receiving extended benefits on July 1, 2005, shall receive the balance of such extended benefits, provided no such family shall receive more than twelve additional months of such benefits.
- (g) An institutionalized spouse applying for Medicaid and having a spouse living in the community shall be required, to the maximum

122 extent permitted by law, to divert income to such community spouse in 123 order to raise the community spouse's income to the level of the 124 minimum monthly needs allowance, as described in Section 1924 of the 125 Social Security Act. Such diversion of income shall occur before the 126 community spouse is allowed to retain assets in excess of the 127 community spouse protected amount described in Section 1924 of the 128 Social Security Act. The Commissioner of Social Services, pursuant to 129 section 17b-10, may implement the provisions of this subsection while 130 in the process of adopting regulations, provided the commissioner 131 prints notice of intent to adopt the regulations in the Connecticut Law 132 Journal within twenty days of adopting such policy. Such policy shall 133 be valid until the time final regulations are effective.

- (h) To the extent permissible under federal law, an institutionalized individual, as defined in Section 1917 of the Social Security Act, 42 USC 1396p(h)(3), shall not be determined ineligible for Medicaid solely on the basis of the cash value of a life insurance policy worth less than ten thousand dollars provided the individual is pursuing the surrender of the policy.
- 140 (i) Medical assistance shall be provided, in accordance with the provisions of subsection (e) of section 17a-6, to any child under the 142 supervision of the Commissioner of Children and Families who is not 143 receiving Medicaid benefits, has not yet qualified for Medicaid benefits 144 or is otherwise ineligible for such benefits. Medical assistance shall also 145 be provided to any child in the behavioral services program operated by the Department of Developmental Services who is not receiving 147 Medicaid benefits, has not yet qualified for Medicaid benefits or is otherwise ineligible for benefits. To the extent practicable, the 149 Commissioner of Children and Families and the Commissioner of 150 Developmental Services shall apply for, or assist such child in qualifying for, the Medicaid program.
  - (i) The Commissioner of Social Services shall provide Early and Periodic Screening, Diagnostic and Treatment program services, as required and defined as of December 31, 2005, by 42 USC 1396a(a)(43),

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- 42 USC 1396d(r) and 42 USC 1396d(a)(4)(B) and applicable federal regulations, to all persons who are under the age of twenty-one and otherwise eligible for medical assistance under this section.
- (k) A veteran, as defined in section 27-103, and any member of his or her family, who applies for or receives assistance under the Medicaid program, shall apply for all benefits for which he or she may be eligible through the United States Department of Veterans Affairs or the United States Department of Defense.
  - (l) On and after January 1, 2023, the Commissioner of Social Services shall, within available appropriations, provide state-funded medical assistance to any child twelve years of age and younger, regardless of immigration status, (1) whose household income does not exceed two hundred one per cent of the federal poverty level without an asset limit, and (2) who does not otherwise qualify for (A) Medicaid, (B) the Children's Health Insurance Program, or (C) an offer of affordable, employer-sponsored insurance, as defined in the Affordable Care Act, as an employee or a dependent of an employee. A child eligible for such assistance under this subsection shall continue to receive such assistance until such child is nineteen years of age, provided the child continues to meet the eligibility requirements prescribed in subdivisions (1) and (2) of this subsection.

This act shall take effect as follows and shall amend the following sections:		
Section 1	July 1, 2023	New section
Sec. 2	July 1, 2023	17b-261

## Statement of Legislative Commissioners:

In Section 2(a)(2), "[and] <u>such person</u>" was changed to "and <u>such person</u>" for clarity.

**HS** Joint Favorable Subst.-LCO C/R APP

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