

THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2058 Session of 2014

INTRODUCED BY TOOHIL, METCALFE, TOEPEL, SAYLOR, MILLARD, SIMMONS, BARRAR, KAUFFMAN, ROZZI, AUMENT, BOBACK, MULLERY, HICKERNELL, GOODMAN, SWANGER, MASSER, C. HARRIS, LUCAS, GINGRICH, ROCK, LAWRENCE, COX, SANKEY, GIBBONS, GILLEN, HEFFLEY, MARSICO, HARHART, MURT, WATSON, GROVE, FLECK, EVERETT, DeLUCA, M. K. KELLER, BENNINGHOFF, CLYMER, DENLINGER, SCHLEGEL CULVER, R. BROWN AND BAKER, MARCH 10, 2014

AS REPORTED FROM COMMITTEE ON HEALTH, HOUSE OF REPRESENTATIVES, AS AMENDED, JUNE 23, 2014

AN ACT

1 Amending the act of June 13, 1967 (P.L.31, No.21), entitled "An
2 act to consolidate, editorially revise, and codify the public
3 welfare laws of the Commonwealth," adding definitions; and
4 further providing for false statements, investigations and
5 penalty and for reporting fraud.

6 The General Assembly of the Commonwealth of Pennsylvania
7 hereby enacts as follows:

8 Section 1. Section 402 of the act of June 13, 1967 (P.L.31,
9 No.21), known as the Public Welfare Code, is amended by adding
10 definitions to read:

11 Section 402. Definitions.--As used in this article, unless
12 the content clearly indicates otherwise:

13 "Access device." The Pennsylvania ACCESS Card or electronic
14 benefit transfer card.

15 * * *

16 "Authorization card." The paper authorization to participate

1 that an individual signs and then exchanges for a designated
2 amount of food stamps or benefits.

3 * * *

4 Section 2. Section 481 of the act, amended May 16, 1996
5 (P.L.175, No.35), is amended to read:

6 Section 481. False Statements; Investigations; Penalty.--(a)

7 Any person who, either prior to, or at the time of, or

8 subsequent to the application for assistance[, by means of a

9 wilfully false] or the filing of an authorization card,

10 knowingly makes a false or INTENTIONALLY misleading statement or <--

11 misrepresentation, or by impersonation or by [wilfully]

12 knowingly failing to disclose a material fact regarding

13 eligibility or other fraudulent means, secures, or attempts to

14 secure, or aids or abets or attempts to aid or abet any person

15 in securing assistance, an access device or Federal food stamps,

16 commits a crime which shall be graded as provided in subsection

17 (b).

18 (b) Any person violating subsection (a) commits the grade of

19 crime determined from the following schedule:

20 Amount of Assistance	Degree of Crime
21 or Food Stamps	
22 [\$3,000 or more	Felony of the third degree
23 \$1,500 to \$2,999	Misdemeanor of the first degree
24 \$1,000 to \$1,499	Misdemeanor of the second degree
25 \$ 999 and under, or	
26 an attempt to commit	
27 any act prohibited in	
28 subsection (a)	Misdemeanor of the third degree]
29 <u>\$1,000 or more</u>	<u>Felony of the third degree</u>
30 <u>\$999 and under, or an</u>	

1 attempt to commit any
2 act prohibited in
3 subsection (a) Misdemeanor of the first degree
4 [Pursuant to 42 Pa.C.S. § 1515(a) (7) (relating to jurisdiction
5 and venue), jurisdiction over cases graded a misdemeanor of the
6 third degree under this section shall be vested in district
7 justices.]

8 (c) Any person committing a crime enumerated in subsection
9 (a) shall be ordered to pay restitution of any moneys received
10 by reason of any false or INTENTIONALLY misleading statement, <--
11 misrepresentation, impersonation, failure to disclose required
12 information or fraudulent means. Restitution ordered under this
13 subsection may be paid in a lump sum, by monthly installments or
14 according to such other schedule as is deemed just by the
15 sentencing court. Notwithstanding the provisions of 18 Pa.C.S. §
16 1106(c) (2) (relating to restitution for injuries to person or
17 property) to the contrary, the period of time during which the
18 offender is ordered to make restitution may exceed the maximum
19 term of imprisonment to which the offender could have been
20 sentenced for the crime of which that person was convicted, if
21 the sentencing court determines such period to be reasonable and
22 in the interests of justice.

23 (d) There shall be a four-year statute of limitations on all
24 crimes enumerated in subsection (a).

25 (e) The [Treasury Department] Inspector General's Office
26 shall have the power to investigate and prosecute any case
27 involving replacement of or duplicate receipt of or altered
28 assistance checks or access devices and shall have the power to
29 collect any funds as a result of such investigations and
30 prosecution. For purposes of this section those employes of the

1 [Treasury Department] Inspector General's Office as are
2 designated "investigators" are given the power and authority to
3 subpoena any document for review or audit and may question and
4 subpoena any person believed to have any knowledge in such
5 cases. The [Treasury Department] Inspector General's Office
6 shall make such rules and regulations as may be necessary to
7 carry out the provisions of this section.

8 (f) An applicant for or recipient of [aid to families with
9 dependent children] temporary assistance for needy families or
10 general assistance convicted of any offense pursuant to
11 subsection (a) shall be ineligible to receive cash assistance
12 for a period of six months from the date of a first conviction,
13 for a period of twelve months from the date of a second
14 conviction and permanently from the date of a third conviction.

15 Section 3. Section 1417(b) of the act, added December 17,
16 2009 (P.L.598, No.54), is amended to read:

17 Section 1417. Fraud Reporting to Inspector General.--* * *

18 (b) The county assistance employe making a report in good
19 faith shall [not be subject to any sanctions for making a fraud
20 report.] be provided:

21 (1) Whistleblower status as provided under the act of
22 December 12, 1986 (P.L.1559, No.169), known as the
23 "Whistleblower Law."

24 (2) Immunity from civil or criminal liability for the
25 reporting of suspected fraud.

26 Section 4. This act shall take effect in 60 days.