SENATE BILL 97

J1 2lr1150

By: Senator Kelley

Introduced and read first time: January 16, 2012

Assigned to: Finance

A BILL ENTITLED

1 AN ACT concerning

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Maryland Medical Assistance Program – Eligibility Determinations

3 FOR the purpose of requiring the Department of Health and Mental Hygiene to send a 4 certain notice of a right to appeal if the Department does not render an 5 eligibility determination for an applicant for benefits and services from the 6 Maryland Medical Assistance Program within a certain period of time; 7 requiring the Department to render an eligibility determination for an applicant 8 at a certain hearing under certain circumstances; requiring the Department to 9 provide a certain applicant with a detailed list of certain information; requiring the Department to give an applicant a certain period of time to provide certain 10 information before rendering an eligibility determination; requiring the 11 12 Department to render an eligibility determination for an applicant within a 13 certain period of time after receiving certain information; requiring the 14 Department and the Department of Human Resources to submit certain budget estimates in a certain manner; providing that a certain budget estimate shall be 15 16 considered a certain estimate prescribed by law; requiring the Department and 17 the Department of Human Resources to report certain information to the General Assembly on or before the first day of each month; defining a certain 18 19 term; and generally relating to eligibility determinations for the Maryland 20 Medical Assistance Program.

- 21 BY adding to
- 22 Article Health General
- 23 Section 15–147
- 24 Annotated Code of Maryland
- 25 (2009 Replacement Volume and 2011 Supplement)

26 Preamble

WHEREAS, Despite State regulations that require applications for benefits through the Maryland Medical Assistance Program to be processed within 30 days or



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1 60 days if a disability determination is necessary, the applications are not processed by the State within the required time frames; and

WHEREAS, Despite federal regulations that require applications for long-term care services through Medicaid to be processed within 45 days, the applications are not processed by the State within the required time frame; and

WHEREAS, Chapters 613 and 614 of the Acts of the General Assembly of 2008 required the Department of Health and Mental Hygiene and the Department of Human Resources to create uniform procedures, guidelines, and forms to be used by all employees in the determination of Maryland Medical Assistance Program eligibility for long—term care services; and

- WHEREAS, Marylanders in need of long-term care services through the Maryland Medical Assistance Program are not having their applications for benefits processed in accordance with the timelines prescribed in federal law and State regulations; and
- WHEREAS, Marylanders in need of long-term care services through the Maryland Medical Assistance Program are facing involuntary discharge from nursing homes for nonpayment as a result of their applications not being processed by the State in a timely manner; and
- WHEREAS, Many nursing facilities participating in the Maryland Medical Assistance Program do not receive timely payment for the critically essential medical services that they provide; and
 - WHEREAS, Marylanders are facing undue delays in obtaining access to Medicaid home— and community—based services waivers under § 15–137 of the Health General Article and are unable to exercise their right to a timely transition from a nursing home as a result of their eligibility applications not being processed in a timely manner; and
 - WHEREAS, The right to a hearing before an administrative law judge under the Administrative Procedure Act for failing to act promptly on an eligibility application is not resulting in expedited eligibility determinations, but instead is adding months of additional delay; now, therefore,
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

33 Article - Health - General

34 **15–147.**

(A) IN THIS SECTION, "APPLICANT" MEANS AN INDIVIDUAL APPLYING TO RECEIVE BENEFITS AND SERVICES THROUGH THE PROGRAM.

- 1 (B) IF THE DEPARTMENT DOES NOT RENDER AN ELIGIBILITY
 2 DETERMINATION UNDER THE PROGRAM FOR AN APPLICANT WITHIN THE TIME
 3 SPECIFIED IN THE CODE OF MARYLAND REGULATIONS OR UNDER FEDERAL
 4 LAW, THE DEPARTMENT PROMPTLY SHALL SEND A NOTICE TO THE APPLICANT
 5 AND THE REPRESENTATIVE OF THE APPLICANT OF THE RIGHT OF THE
 6 APPLICANT TO APPEAL FOR FAILURE OF THE DEPARTMENT TO ACT WITH
 7 REASONABLE PROMPTNESS.
- 8 (C) (1) THE DEPARTMENT SHALL RENDER AN ELIGIBILITY
 9 DETERMINATION FOR AN APPLICANT AT AN ADMINISTRATIVE HEARING HELD
 10 FOR FAILURE TO ACT WITH REASONABLE PROMPTNESS, UNLESS:
- 11 (I) THE DEPARTMENT NEEDS ADDITIONAL INFORMATION 12 FROM THE APPLICANT TO MAKE THE ELIGIBILITY DETERMINATION; AND
- 13 (II) THE APPLICANT DOES NOT HAVE THE ADDITIONAL 14 INFORMATION NEEDED AT THE HEARING.
- 15 **(2) (I)** \mathbf{IF} THE **DEPARTMENT NEEDS ADDITIONAL** 16 INFORMATION TO MAKE $\mathbf{A}\mathbf{N}$ **ELIGIBILITY DETERMINATION** \mathbf{AT} AN ADMINISTRATIVE HEARING HELD FOR FAILURE TO ACT WITH REASONABLE 17 18 PROMPTNESS, THE DEPARTMENT SHALL:
- 19 **1.** PROVIDE TO THE APPLICANT AT THE HEARING A 20 DETAILED LIST OF ALL INFORMATION THAT IS NEEDED; AND
- 21 **2.** GIVE THE APPLICANT **30** DAYS TO PROVIDE THE 22 INFORMATION BEFORE THE **DEPARTMENT** RENDERS AN ELIGIBILITY 23 DETERMINATION.
- 24 (II) THE DEPARTMENT SHALL RENDER AN ELIGIBILITY 25 DETERMINATION FOR THE APPLICANT WITHIN 30 DAYS AFTER RECEIVING THE 26 ADDITIONAL INFORMATION REQUESTED.
- (D) (1) THE DEPARTMENT AND THE DEPARTMENT OF HUMAN RESOURCES SHALL SUBMIT BUDGET ESTIMATES TO THE GOVERNOR THAT ENABLE THE DEPARTMENT AND THE DEPARTMENT OF HUMAN RESOURCES TO ACHIEVE TIMELY AND ACCURATE ELIGIBILITY DETERMINATIONS WITHIN THE TIMELINES ESTABLISHED UNDER THE CODE OF MARYLAND REGULATIONS AND FEDERAL LAW.

1		(2)	A BUDGET	ESTIMATE	REQUIRED	UNDER	THIS	SUBSECT	'ION
2	SHALL BE C	ONSID	ERED AN ES	TIMATE PR	ESCRIBED B	Y LAW U	NDER	ARTICLE	III,
3	§ 52(12) OF	THE N	MARYLAND (CONSTITUTI	ON.				

- 4 (E) ON OR BEFORE THE FIRST DAY OF EACH MONTH, THE DEPARTMENT 5 AND THE DEPARTMENT OF HUMAN RESOURCES SHALL REPORT TO THE 6 GENERAL ASSEMBLY, IN ACCORDANCE WITH § 2–1246 OF THE STATE 7 GOVERNMENT ARTICLE, ON:
- 8 (1) THE NUMBER OF APPLICATIONS PENDING FOR THE PROGRAM
 9 AND THE LENGTH OF TIME EACH APPLICATION HAS BEEN PENDING;
- 10 **(2)** THE NUMBER OF APPLICATIONS THAT WERE APPROVED IN 11 THE PREVIOUS MONTH;
- 12 (3) THE NUMBER OF APPLICATIONS THAT WERE DENIED IN THE 13 PREVIOUS MONTH AND THE REASONS FOR THE DENIALS;
- 14 (4) THE NUMBER OF PROGRAM RECIPIENTS WHO PREVIOUSLY
 15 APPLIED FOR A REDETERMINATION AND WHOSE BENEFITS WERE TERMINATED
 16 IN THE PREVIOUS MONTH AND THE REASONS FOR THE TERMINATIONS; AND
- 17 (5) THE MEASURES TAKEN BY THE DEPARTMENT AND THE 18 DEPARTMENT OF HUMAN RESOURCES TO:
- 19 (I) STREAMLINE THE APPLICATION PROCESS FOR 20 LONG-TERM CARE SERVICES THROUGH THE PROGRAM; AND
- 21 (II) ELIMINATE DELAYS IN PROCESSING APPLICATIONS FOR 22 LONG-TERM CARE SERVICES THROUGH THE PROGRAM.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2012.