Session of 2001

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HOUSE BILL No. 2379

By Representatives Alldritt, Barnes, Crow, Findley, Flaharty, Garner, Kuether, Loganbill, McClure, Reardon, Storm and Toelkes

2-7

AN ACT concerning social welfare; relating to eligibility for public assis tance; amending K.S.A. 39-709 and repealing the existing section.

13 Be it enacted by the Legislature of the State of Kansas:

Section 1. K.S.A. 39-709 is hereby amended to read as follows: 39-709. (a) *General eligibility requirements for assistance for which federal moneys are expended.* Subject to the additional requirements below, assistance in accordance with plans under which federal moneys are expended may be granted to any needy person who:

19 (1) Has insufficient income or resources to provide a reasonable sub-20 sistence compatible with decency and health. Where a husband and wife 21are living together, the combined income or resources of both shall be 22 considered in determining the eligibility of either or both for such assis-23 tance unless otherwise prohibited by law. The secretary, in determining 24need of any applicant for or recipient of assistance shall not take into 25account the financial responsibility of any individual for any applicant or 26 recipient of assistance unless such applicant or recipient is such individ-27 ual's spouse or such individual's minor child or minor stepchild if the 28stepchild is living with such individual. The secretary in determining the 29 need of an individual for assistance shall take into consideration the 30 monthly cost of prescription drugs to that individual and shall deduct that 31 verified amount from an applicant's reported monthly income. The sec-32 retary in determining need of an individual may provide such income and 33 resource exemptions as may be permitted by federal law. For purposes 34 of eligibility for aid for families with dependent children, for food stamp 35 assistance and for any other assistance provided through the department 36 of social and rehabilitation services under which federal moneys are ex-37 pended, the secretary of social and rehabilitation services shall consider 38 one motor vehicle owned by the applicant for assistance, regardless of 39 the value of such vehicle, as exempt personal property and shall consider 40any equity in any additional motor vehicle owned by the applicant for 41 assistance to be a nonexempt resource of the applicant for assistance. 42 Is a citizen of the United States or is an alien lawfully admitted (2)

42 (2) Is a cluzen of the United States of is an allen fawfully admit 43 to the United States and who is residing in the state of Kansas.

(b) Assistance to families with dependent children. Assistance may be 1 2 granted under this act to any dependent child, or relative, subject to the 3 general eligibility requirements as set out in subsection (a), who resides in the state of Kansas or whose parent or other relative with whom the 4 child is living resides in the state of Kansas. Such assistance shall be known 5as aid to families with dependent children. Where husband and wife are 6 7 living together both shall register for work under the program requirements for aid to families with dependent children in accordance with 8 9 criteria and guidelines prescribed by rules and regulations of the 10 secretary.

11 (c) Aid to families with dependent children; assignment of support rights and limited power of attorney. By applying for or receiving aid to 12 13 families with dependent children such applicant or recipient shall be 14 deemed to have assigned to the secretary on behalf of the state any ac-15crued, present or future rights to support from any other person such applicant may have in such person's own behalf or in behalf of any other 16 family member for whom the applicant is applying for or receiving aid. 1718 In any case in which an order for child support has been established and 19 the legal custodian and obligee under the order surrenders physical cus-20 tody of the child to a caretaker relative without obtaining a modification 21 of legal custody and support rights on behalf of the child are assigned 22 pursuant to this section, the surrender of physical custody and the assignment shall transfer, by operation of law, the child's support rights 2324under the order to the secretary on behalf of the state. Such assignment 25shall be of all accrued, present or future rights to support of the child 26 surrendered to the caretaker relative. The assignment of support rights 27 shall automatically become effective upon the date of approval for or 28receipt of such aid without the requirement that any document be signed 29 by the applicant, recipient or obligee. By applying for or receiving aid to 30 families with dependent children, or by surrendering physical custody of 31 a child to a caretaker relative who is an applicant or recipient of such 32 assistance on the child's behalf, the applicant, recipient or obligee is also 33 deemed to have appointed the secretary, or the secretary's designee, as 34 an attorney in fact to perform the specific act of negotiating and endorsing 35 all drafts, checks, money orders or other negotiable instruments repre-36 senting support payments received by the secretary in behalf of any per-37 son applying for, receiving or having received such assistance. This limited power of attorney shall be effective from the date the secretary approves 38 the application for aid and shall remain in effect until the assignment of 39 40support rights has been terminated in full.

41 (d) Eligibility requirements for general assistance, the cost of which 42 is not shared by the federal government. (1) General assistance may be 43 granted to eligible persons who do not qualify for financial assistance in a program in which the federal government participates and who satisfy
 the additional requirements prescribed by or under this subsection (d).

3 (A) To qualify for general assistance in any form a needy person must have insufficient income or resources to provide a reasonable subsistence 4 compatible with decency and health and, except as provided for transi-56 tional assistance, be a member of a family in which a minor child or a 7 pregnant woman resides or be unable to engage in employment. The secretary shall adopt rules and regulations prescribing criteria for estab-8 9 lishing when a minor child may be considered to be living with a family 10 and whether a person is able to engage in employment, including such 11 factors as age or physical or mental condition. Eligibility for general as-12 sistance, other than transitional assistance, is limited to families in which 13 a minor child or a pregnant woman resides or to an adult or family in 14 which all legally responsible family members are unable to engage in 15employment. Where a husband and wife are living together the combined 16 income or resources of both shall be considered in determining the eli-17gibility of either or both for such assistance unless otherwise prohibited 18 by law. The secretary in determining need of any applicant for or recipient 19 of general assistance shall not take into account the financial responsibility 20 of any individual for any applicant or recipient of general assistance unless 21 such applicant or recipient is such individual's spouse or such individual's 22 minor child or a minor stepchild if the stepchild is living with such indi-23vidual. The secretary in determining the need of an individual for assis-24tance shall take into consideration the monthly cost of prescription drugs 25to that individual and shall deduct that verified amount from an appli-26 cant's reported monthly income. In determining the need of an individual, 27 the secretary may provide for income and resource exemptions.

(B) To qualify for general assistance in any form a needy person must
be a citizen of the United States or an alien lawfully admitted to the
United States and must be residing in the state of Kansas.

(2) General assistance in the form of transitional assistance may be
granted to eligible persons who do not qualify for financial assistance in
a program in which the federal government participates and who satisfy
the additional requirements prescribed by or under this subsection (d),
but who do not meet the criteria prescribed by rules and regulations of
the secretary relating to inability to engage in employment or are not a
member of a family in which a minor or a pregnant woman resides.

(3) In addition to the other requirements prescribed under this subsection (d), the secretary shall adopt rules and regulations which establish
community work experience program requirements for eligibility for the
receipt of general assistance in any form and which establish penalties to
be imposed when a work assignment under a community work experience
program requirement is not completed without good cause. The secretary

may adopt rules and regulations establishing exemptions from any such 1 community work experience program requirements. A first time failure 2 3 to complete such a work assignment requirement shall result in ineligibility to receive general assistance for a period fixed by such rules and 4 regulations of not more than three calendar months. A subsequent failure 56 to complete such a work assignment requirement shall result in a period 7 fixed by such rules and regulations of ineligibility of not more than six calendar months. 8

9 (4)If any person is found guilty of the crime of theft under the pro-10 visions of K.S.A. 39-720, and amendments thereto, such person shall 11 thereby become forever ineligible to receive any form of general assistance under the provisions of this subsection (d) unless the conviction is 12 13 the person's first conviction under the provisions of K.S.A. 39-720, and 14 amendments thereto, or the law of any other state concerning welfare 15fraud. First time offenders convicted of a misdemeanor under the provisions of such statute shall become ineligible to receive any form of 16 general assistance for a period of 12 calendar months from the date of 1718 conviction. First time offenders convicted of a felony under the provisions 19 of such statute shall become ineligible to receive any form of general 20 assistance for a period of 60 calendar months from the date of conviction. 21 If any person is found guilty by a court of competent jurisdiction of any 22 state other than the state of Kansas of a crime involving welfare fraud, 23such person shall thereby become forever ineligible to receive any form 24of general assistance under the provisions of this subsection (d) unless 25the conviction is the person's first conviction under the law of any other 26 state concerning welfare fraud. First time offenders convicted of a mis-27 demeanor under the law of any other state concerning welfare fraud shall become ineligible to receive any form of general assistance for a period 2829 of 12 calendar months from the date of conviction. First time offenders 30 convicted of a felony under the law of any other state concerning welfare 31 fraud shall become ineligible to receive any form of general assistance for 32 a period of 60 calendar months from the date of conviction.

33 (e) Requirements for medical assistance for which federal moneys or state moneys or both are expended. When the secretary has adopted a 34 35 medical care plan under which federal moneys or state moneys or both 36 are expended, medical assistance in accordance with such plan shall be 37 granted to any person who is a citizen of the United States or who is an alien lawfully admitted to the United States and who is residing in the 38 state of Kansas, whose resources and income do not exceed the levels 39 40prescribed by the secretary. In determining the need of an individual, the secretary may provide for income and resource exemptions and protected 4142 income and resource levels. Resources from inheritance shall be counted. A disclaimer of an inheritance pursuant to K.S.A. 59-2291, and amend-43

ments thereto, shall constitute a transfer of resources. The secretary in 1 determining the need of an individual for medical assistance shall take 2 3 into consideration the monthly cost of prescription drugs to that individual and shall deduct that verified amount from an applicant's reported 4 monthly income. The secretary shall exempt principal and interest held 5in irrevocable trust pursuant to subsection (c) of K.S.A. 16-303, and 6 7 amendments thereto, from the eligibility requirements of applicants for and recipients of medical assistance. Such assistance shall be known as 8 9 medical assistance.

10 (f) Eligibility for medical assistance of resident receiving medical care 11 outside state. A person who is receiving medical care including long-term 12 care outside of Kansas whose health would be endangered by the post-13 ponement of medical care until return to the state or by travel to return 14to Kansas, may be determined eligible for medical assistance if such in-15dividual is a resident of Kansas and all other eligibility factors are met. Persons who are receiving medical care on an ongoing basis in a long-16 17term medical care facility in a state other than Kansas and who do not 18 return to a care facility in Kansas when they are able to do so, shall no 19 longer be eligible to receive assistance in Kansas unless such medical care 20 is not available in a comparable facility or program providing such medical 21care in Kansas. For persons who are minors or who are under guardi-22 anship, the actions of the parent or guardian shall be deemed to be the 23 actions of the child or ward in determining whether or not the person is 24remaining outside the state voluntarily.

25(g) Medical assistance; assignment of rights to medical support and 26 limited power of attorney; recovery from estates of deceased recipients. 27 (1) Except as otherwise provided in K.S.A. 39-786 and 39-787, and 28amendments thereto, or as otherwise authorized on and after September 29 30, 1989, under section 303 and amendments thereto of the federal med-30 icare catastrophic coverage act of 1988, whichever is applicable, by ap-31 plying for or receiving medical assistance under a medical care plan in 32 which federal funds are expended, any accrued, present or future rights 33 to support and any rights to payment for medical care from a third party of an applicant or recipient and any other family member for whom the 34 35 applicant is applying shall be deemed to have been assigned to the sec-36 retary on behalf of the state. The assignment shall automatically become 37 effective upon the date of approval for such assistance without the re-38 quirement that any document be signed by the applicant or recipient. By 39 applying for or receiving medical assistance the applicant or recipient is 40 also deemed to have appointed the secretary, or the secretary's designee, as an attorney in fact to perform the specific act of negotiating and en-41 42 dorsing all drafts, checks, money orders or other negotiable instruments, 43 representing payments received by the secretary in behalf of any person

applying for, receiving or having received such assistance. This limited 1 power of attorney shall be effective from the date the secretary approves 2 3 the application for assistance and shall remain in effect until the assignment has been terminated in full. The assignment of any rights to pay-4 ment for medical care from a third party under this subsection shall not 56 prohibit a health care provider from directly billing an insurance carrier 7 for services rendered if the provider has not submitted a claim covering such services to the secretary for payment. Support amounts collected on 8 9 behalf of persons whose rights to support are assigned to the secretary 10 only under this subsection and no other shall be distributed pursuant to 11 subsection (d) of K.S.A. 39-756, and amendments thereto, except that 12 any amounts designated as medical support shall be retained by the sec-13 retary for repayment of the unreimbursed portion of assistance. Amounts 14 collected pursuant to the assignment of rights to payment for medical 15care from a third party shall also be retained by the secretary for repay-16 ment of the unreimbursed portion of assistance.

17The amount of any medical assistance paid after June 30, 1992, (2)18 under the provisions of subsection (e) is (A) a claim against the property 19 or any interest therein belonging to and a part of the estate of any de-20ceased recipient or, if there is no estate, the estate of the surviving spouse, 21 if any, shall be charged for such medical assistance paid to either or both, 22 and (B) a claim against any funds of such recipient or spouse in any account under K.S.A. 9-1215, 9-1216, 17-2263, 17-2264, 17-5828 or 17-23245829, and amendments thereto. There shall be no recovery of medical 25assistance correctly paid to or on behalf of an individual under subsection 26 (e) except after the death of the surviving spouse of the individual, if any, 27 and only at a time when the individual has no surviving child who is under 2821 years of age or is blind or permanently and totally disabled. Transfers of real or personal property by recipients of medical assistance without 29 30 adequate consideration are voidable and may be set aside. Except where 31 there is a surviving spouse, or a surviving child who is under 21 years of 32 age or is blind or permanently and totally disabled, the amount of any 33 medical assistance paid under subsection (e) is a claim against the estate 34 in any guardianship or conservatorship proceeding. The monetary value 35 of any benefits received by the recipient of such medical assistance under 36 long-term care insurance, as defined by K.S.A. 40-2227, and amendments 37 thereto, shall be a credit against the amount of the claim provided for 38 such medical assistance under this subsection (g). The secretary is au-39 thorized to enforce each claim provided for under this subsection (g). 40The secretary shall not be required to pursue every claim, but is granted discretion to determine which claims to pursue. All moneys received by 4142 the secretary from claims under this subsection (g) shall be deposited in the social welfare fund. The secretary may adopt rules and regulations 43

1 for the implementation and administration of the medical assistance re-2 covery program under this subsection (g).

3 (h) Placement under code for care of children or juvenile offenders code; assignment of support rights and limited power of attorney. In any 4 case in which the secretary of social and rehabilitation services pays for 56 the expenses of care and custody of a child pursuant to K.S.A. 38-1501 7 et seq. or 38-1601 et seq., and amendments thereto, including the expenses of any foster care placement, an assignment of all past, present 8 9 and future support rights of the child in custody possessed by either 10 parent or other person entitled to receive support payments for the child 11 is, by operation of law, conveyed to the secretary. Such assignment shall become effective upon placement of a child in the custody of the secretary 1213 or upon payment of the expenses of care and custody of a child by the 14 secretary without the requirement that any document be signed by the 15parent or other person entitled to receive support payments for the child. 16 When the secretary pays for the expenses of care and custody of a child 17or a child is placed in the custody of the secretary, the parent or other person entitled to receive support payments for the child is also deemed 1819to have appointed the secretary, or the secretary's designee, as attorney 20in fact to perform the specific act of negotiating and endorsing all drafts, 21 checks, money orders or other negotiable instruments representing sup-22 port payments received by the secretary on behalf of the child. This lim-23ited power of attorney shall be effective from the date the assignment to 24support rights becomes effective and shall remain in effect until the as-25signment of support rights has been terminated in full.

26 (i) No person who voluntarily quits employment or who is fired from 27 employment due to gross misconduct as defined by rules and regulations 28of the secretary or who is a fugitive from justice by reason of a felony 29 conviction or charge shall be eligible to receive public assistance benefits 30 in this state. Any recipient of public assistance who fails to timely comply 31 with monthly reporting requirements under criteria and guidelines pre-32 scribed by rules and regulations of the secretary shall be subject to a 33 penalty established by the secretary by rules and regulations.

34 (j) If the applicant or recipient of aid to families with dependent chil-35 dren is a mother of the dependent child, as a condition of the mother's 36 eligibility for aid to families with dependent children the mother shall identify by name and, if known, by current address the father of the 37 38 dependent child except that the secretary may adopt by rules and regu-39 lations exceptions to this requirement in cases of undue hardship. Any 40recipient of aid to families with dependent children who fails to cooperate with requirements relating to child support enforcement under criteria 4142 and guidelines prescribed by rules and regulations of the secretary shall 43 be subject to a penalty established by the secretary by rules and regulations which penalty shall progress to ineligibility for the family after three
 months of noncooperation.

3 (k) By applying for or receiving child care benefits or food stamps, the applicant or recipient shall be deemed to have assigned, pursuant to 4 K.S.A. 39-756 and amendments thereto, to the secretary on behalf of the 5state only accrued, present or future rights to support from any other 6 7 person such applicant may have in such person's own behalf or in behalf of any other family member for whom the applicant is applying for or 8 9 receiving aid. The assignment of support rights shall automatically be-10 come effective upon the date of approval for or receipt of such aid without 11 the requirement that any document be signed by the applicant or recipient. By applying for or receiving child care benefits or food stamps, the 12 13 applicant or recipient is also deemed to have appointed the secretary, or 14 the secretary's designee, as an attorney in fact to perform the specific act 15of negotiating and endorsing all drafts, checks, money orders or other negotiable instruments representing support payments received by the 16 17secretary in behalf of any person applying for, receiving or having received 18 such assistance. This limited power of attorney shall be effective from the 19 date the secretary approves the application for aid and shall remain in 20effect until the assignment of support rights has been terminated in full. 21 An applicant or recipient who has assigned support rights to the secretary 22 pursuant to this subsection shall cooperate in establishing and enforcing support obligations to the same extent required of applicants for or re-2324cipients of aid to families with dependent children.

25 Sec. 2. K.S.A. 39-709 is hereby repealed.

26 Sec. 3. This act shall take effect and be in force from and after its 27 publication in the statute book.

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