

3
4 **SENATE BILL No. 644**

5
6 By Committee on Ways and Means

7
8 3-13

9
10 AN ACT concerning social welfare; relating to medicaid reimbursement;
11 amending K.S.A. 39-708c and repealing the existing section.
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13 *Be it enacted by the Legislature of the State of Kansas:*

14 Section 1. K.S.A. 39-708c is hereby amended to read as follows: 39-
15 708c. (a) The secretary of social and rehabilitation services shall develop
16 state plans, as provided under the federal social security act, whereby the
17 state cooperates with the federal government in its program of assisting
18 the states financially in furnishing assistance and services to eligible in-
19 dividuals. The secretary shall undertake to cooperate with the federal
20 government on any other federal program providing federal financial as-
21 sistance and services in the field of social welfare not inconsistent with
22 this act. The secretary is not required to develop a state plan for partici-
23 pation or cooperation in all federal social security act programs or other
24 federal programs that are available. The secretary shall also have the
25 power, but is not required, to develop a state plan in regard to assistance
26 and services in which the federal government does not participate.

27 (b) The secretary shall have the power and duty to determine the
28 general policies relating to all forms of social welfare which are admin-
29 istered or supervised by the secretary and to adopt the rules and regu-
30 lations therefor.

31 (c) The secretary shall hire, in accordance with the provisions of the
32 Kansas civil service act, such employees as may be needed, in the judg-
33 ment of the secretary, to carry out the provisions of this act. The secretary
34 shall advise the governor and the legislature on all social welfare matters
35 covered in this act.

36 (d) The secretary shall establish and maintain intake offices through-
37 out the state. The secretary may establish and create area offices to co-
38 ordinate and supervise the administration of the intake offices located
39 within the area. The number and location of intake offices and area offices
40 shall be within the discretion of the secretary. Each intake office shall be
41 open at least 12 hours of each working week on a regularly scheduled
42 basis. The secretary shall supervise all social welfare activities of the intake
43 offices and area offices. The secretary may lease office or business space,

1 but no lease or rental contract shall be for a period to exceed 10 years. A
2 person desiring public assistance, or if the person is incapable or inca-
3 pacitated, a relative, friend, personal representative or conservator of the
4 person shall make application at the intake office. When it is necessary,
5 employees may take applications elsewhere at any time. The applications
6 shall contain a statement of the amount of property, both personal and
7 real, in which the applicant has an interest and of all income which the
8 applicant may have at the time of the filing of the application and such
9 other information as may be required by the secretary. When a husband
10 and wife are living together the combined income or resources of both
11 shall be considered in determining the eligibility of either or both for
12 assistance unless otherwise prohibited by law. The form of application,
13 the procedure for the determination of eligibility and the amount and
14 kind of assistance or service shall be determined by the secretary.

15 (e) The secretary shall provide special inservice training for employ-
16 ees of the secretary and may provide the training as a part of the job or
17 at accredited educational institutions.

18 (f) The secretary shall establish an adequate system of financial re-
19 cords. The secretary shall make annual reports to the governor and shall
20 make any reports required by federal agencies.

21 (g) The secretary shall sponsor, operate or supervise community work
22 experience programs whereby recipients of assistance shall work out a
23 part or all of their assistance and conserve work skills and develop new
24 skills. The compensation credited to recipients for the programs shall be
25 based upon an hourly rate equal to or in excess of the federal minimum
26 wage hourly rate. The programs shall be administered by the secretary.
27 In the programs, the secretary shall provide protection to the recipient
28 under the workmen's compensation act or shall provide comparable pro-
29 tection and may enter into cooperative arrangements with other public
30 officials and agencies or with private not-for-profit corporations providing
31 assistance to needy persons in developing, subject to the approval of the
32 secretary, the programs under this section.

33 (h) The secretary may receive, have custody of, protect, administer,
34 disburse, dispose of and account for federal or private commodities,
35 equipment, supplies and any kind of property, including food stamps or
36 coupons, which are given, granted, loaned or advanced to the state of
37 Kansas for social welfare works, and for any other purposes provided for
38 by federal laws or rules and regulations or by private devise, grant or loan,
39 or from corporations organized to act as federal agencies, and to do all
40 things and acts which are necessary or required to perform the functions
41 and carry out the provisions of federal laws, rules and regulations under
42 which such commodities, equipment, supplies and other property may be
43 given, granted, loaned or advanced to the state of Kansas, and to act as

1 an agent of the federal government when designated as an agent, and do
2 and perform all things and acts that may be required by the federal laws
3 or rules and regulations not inconsistent with the act.

4 (i) The secretary may assist other departments, agencies and insti-
5 tutions of the state and federal government and of other states under
6 interstate agreements, when so requested, by performing services in con-
7 formity with the purpose of this act.

8 (j) The secretary shall have authority to lease real and personal prop-
9 erty whenever the property is not available through the state or a political
10 subdivision of the state, for carrying on the functions of the secretary.

11 (k) All contracts shall be made in the name of “secretary of social and
12 rehabilitation services,” and in that name the secretary may sue and be
13 sued on such contracts. The grant of authority under this subsection shall
14 not be construed to be a waiver of any rights retained by the state under
15 the 11th amendment to the United States constitution and shall be subject
16 to and shall not supersede the provisions of any appropriations act of this
17 state.

18 (l) All moneys and property of any kind whatsoever received from the
19 Kansas emergency relief committee or from any other state department
20 or political subdivision of the state shall be used by the secretary in the
21 administration and promotion of social welfare in the state of Kansas. The
22 property may be given, loaned or placed at the disposal of any county,
23 city or state agency engaged in the promotion of social welfare.

24 (m) The secretary shall prepare annually, at the time and in the form
25 directed by the governor, a budget covering the estimated receipts and
26 expenditures of the secretary for the ensuing year.

27 (n) The secretary shall have authority to make grants of funds, com-
28 modities or other needed property to local units of government under
29 rules and regulations adopted by the secretary for the promotion of social
30 welfare in local units of government.

31 (o) The secretary shall have authority to sell any property in the sec-
32 retary’s possession received from any source whatsoever for which there
33 is no need or use in the administration or the promotion of social welfare
34 in the state of Kansas.

35 (p) The secretary shall adopt a seal.

36 (q) The secretary shall initiate or cooperate with other agencies in
37 developing programs for the prevention of blindness, the restoration of
38 eyesight and the vocational rehabilitation of blind persons and shall es-
39 tablish a division of services for the blind. The secretary may initiate or
40 cooperate with other agencies in developing programs for the prevention
41 and rehabilitation of other handicapped persons.

42 (r) The secretary shall develop a children and youth service program
43 and shall administer or supervise program activities including the care

1 and protection of children who are deprived, defective, wayward, miscre-
2 ant, delinquent or children in need of care. The secretary shall cooperate
3 with the federal government through its appropriate agency or instru-
4 mentality in establishing, extending and strengthening such services and
5 undertake other services to children authorized by law. Nothing in this
6 act shall be construed as authorizing any state official, agent or represen-
7 tative, in carrying out any of the provisions of this act, to take charge of
8 any child over the objection of either of the parents of such child or of
9 the person standing *in loco parentis* to such child except pursuant to a
10 proper court order.

11 (s) The secretary shall develop plans financed by federal funds or
12 state funds or both for providing medical care for needy persons. The
13 secretary, in developing the plan, may enter into an agreement with an
14 agent or intermediary for the purpose of performing certain functions,
15 including the making of medical payment reviews, determining the
16 amount due the medical vendors from the state in accordance with stan-
17 dards set by the secretary, preparing and certifying to the secretary lists
18 of medical vendors and the amounts due them and other related functions
19 determined by the secretary. The secretary may also provide medical,
20 remedial, preventive or rehabilitative care and services for needy persons
21 by the payment of premiums to the federal social security system for the
22 purchase of supplemental medical insurance benefits as provided by the
23 federal social security act and amendments thereto. Medicaid recipients
24 who were residents of a nursing facility on September 1, 1991, and who
25 subsequently lost eligibility in the period September 1, 1991, through
26 June 30, 1992, due to an increase in income shall be considered to meet
27 the 300% income cap eligibility test.

28 (t) The secretary shall carry on research and compile statistics relative
29 to the entire social welfare program throughout the state, including all
30 phases of dependency, defectiveness, delinquency and related problems;
31 develop plans in cooperation with other public and private agencies for
32 the prevention as well as treatment of conditions giving rise to social
33 welfare problems.

34 (u) The secretary may receive grants, gifts, bequests, money or aid of
35 any character whatsoever, for state welfare work. All moneys coming into
36 the hands of the secretary shall be deposited in the state social welfare
37 fund provided for in this act.

38 (v) The secretary may enter into agreements with other states or the
39 welfare department of other states, in regard to the manner of determin-
40 ing the state of residence in disputed cases, the manner of returning
41 persons to the place of residence and the bearing or sharing of the costs.

42 (w) The secretary shall perform any other duties and services nec-
43 essary to carry out the purposes of this act and promote social welfare in

1 the state of Kansas, not inconsistent with the state law.

2 (x) **(1)** The secretary ~~shall~~ **may shall** establish payment schedules for
3 each group of health care providers. ~~Any payment schedules which are a~~
4 ~~part of the state medicaid plan shall conform to state and federal law.~~
5 **Any payment schedules which are a part of the state medicaid plan**
6 **shall conform to state and federal law.** ~~The secretary shall consider~~
7 ~~budgetary constraints as a factor in establishing payment schedules as~~
8 ~~long as the result does not conflict with applicable federal law.~~ The sec-
9 retary shall not be required to make any payments under the state med-
10 icaid plan which do not meet requirements for state and federal financial
11 participation. ~~The secretary shall not be required to establish or pay at~~
12 ~~rates which are in excess of the minimum necessary payment requirements~~
13 ~~regardless of costs incurred by a provider.~~

14 **(2) The secretary shall consider budgetary constraints as a fac-**
15 **tor in establishing payment schedules so long as the result complies**
16 **with state and federal law.**

17 ~~(1) The secretary shall consider budgetary constraints as a factor in~~
18 ~~establishing payment schedules so long as the result complies with state~~
19 ~~and federal law.~~

20 ~~(2) The secretary shall establish payment schedules for providers of~~
21 ~~hospital and adult care home services under the medicaid plan that are~~
22 ~~reasonable and adequate to meet the costs which must be incurred by~~
23 ~~efficiently and economically operated facilities in order to provide care~~
24 ~~and services in conformity with applicable state and federal laws, regu-~~
25 ~~lations, and quality and safety standards. The secretary shall not be re-~~
26 ~~quired to establish rates for any such facility that are in excess of the~~
27 ~~minimum necessary to efficiently and economically meet those standards~~
28 ~~regardless of any excess costs incurred by any such facility.~~

29 (y) The secretary shall maintain a system of centralized payment for
30 all welfare expenditures.

31 Sec. 2. K.S.A. 39-708c is hereby repealed.

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

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