S. 502

To amend title XIX of the Social Security Act to provide post-eligibility treatment of certain payments received under a Department of Veterans Affairs pension or compensation program.

IN THE SENATE OF THE UNITED STATES

March 20, 1997

Mr. Grassley introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend title XIX of the Social Security Act to provide post-eligibility treatment of certain payments received under a Department of Veterans Affairs pension or compensation program.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. TREATMENT OF VETERANS PENSIONS UNDER
- 4 MEDICAID.
- 5 (a) Post-Eligibility.—Section 1902(r)(1) of the
- 6 Social Security Act (42 U.S.C. 1396a(r)(1)) is amended
- 7 to read as follows:

1	" $(r)(1)$ For purposes of sections $1902(a)(17)$ and
2	1924(d)(1)(D) and for purposes of a waiver under section
3	1915, with respect to the post-eligibility treatment of in-
4	come of individuals who are institutionalized or receiving
5	home or community-based services under such a waiver—
6	"(A) there shall be disregarded reparation pay-
7	ments made by the Federal Republic of Germany;
8	"(B) there shall be taken into account amounts
9	for incurred expenses for medical or remedial care
10	that are not subject to payment by a third party, in-
11	cluding—
12	"(i) medicare and other health insurance
13	premiums, deductibles, or coinsurance, and
14	"(ii) necessary medical or remedial care
15	recognized under State law but not covered
16	under the State plan under this title, subject to
17	reasonable limits the State may establish on the
18	amount of these expenses; and
19	"(C) there shall be taken into account, as in-
20	come, any and all payments received under a De-
21	partment of Veterans Affairs pension or compensa-
22	tion program, including payments attributable to the
23	recipient's medical expenses or to the recipient's
24	need for aid and attendance, but excluding that part

- 1 of any augmented benefit attributable to a depend-
- ent.
- 3 For purposes of subparagraph (C), any Department of
- 4 Veterans Affairs pension benefit that has been limited to
- 5 \$90 per month pursuant to section 5503(f) of title 38,
- 6 United States Code, may be applied to meet the monthly
- 7 personal needs allowance provided by the State plan under
- 8 this title, but shall not otherwise be used to reduce the
- 9 amount paid to a facility under the State plan.".
- 10 (b) Effective Date.—The amendment made by
- 11 subsection (a) shall be effective with respect to periods be-
- 12 ginning on and after July 1, 1994.

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