



# 131st MAINE LEGISLATURE

## FIRST SPECIAL SESSION-2023

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Legislative Document

No. 1522

H.P. 977

House of Representatives, April 5, 2023

**An Act to Provide Economic Justice to Historically Disadvantaged  
Older Citizens by Amending the Laws Governing the Medicare  
Savings Program**

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Reference to the Committee on Health and Human Services suggested and ordered printed.

A handwritten signature in cursive script that reads "Robert B. Hunt".

ROBERT B. HUNT  
Clerk

Presented by Representative FAY of Raymond.  
Cosponsored by President JACKSON of Aroostook and  
Representatives: CLOUTIER of Lewiston, GATTINE of Westbrook, MEYER of Eliot,  
Speaker TALBOT ROSS of Portland, Senator: MOORE of Washington.

1 **Be it enacted by the People of the State of Maine as follows:**

2 **Sec. 1. 22 MRSA §3174-KKK** is enacted to read:

3 **§3174-KKK. Medicare savings program**

4 The department shall administer the Medicare savings program as described in 42  
5 United States Code, Section 1396a(a)(10)(E) in accordance with this section.

6 **1. Asset test.** The department may not apply an asset test in determining eligibility  
7 for the program.

8 **2. Income eligibility.** The department shall establish income disregards for eligibility  
9 for the program using a method that recognizes the necessary adequate income for meeting  
10 basic needs in this State.

11 **3. Rules.** The department shall adopt rules to implement this section. Rules adopted  
12 pursuant to this section are routine technical rules as defined in Title 5, chapter 375,  
13 subchapter 2-A.

14 **Sec. 2. Income eligibility for Medicare savings program; rules.** The  
15 Department of Health and Human Services shall amend its rule Chapter 332: MaineCare  
16 Eligibility Manual to implement income eligibility requirements that use the Maine data  
17 identified for singles and couples in the Elder Economic Security Standard Index developed  
18 by the Gerontology Institute at the University of Massachusetts Boston and linking it to the  
19 nearest federal poverty level that is equivalent or above. The department shall use the filters  
20 identified by the index as "homeowner with a mortgage" and "poor health" and the  
21 equivalent federal poverty income level to establish the upper income levels for qualifying  
22 individuals. The department shall decrease the maximum income level for qualifying  
23 individuals by 15% to determine the upper income level for qualified Medicare  
24 beneficiaries. The department shall amend the rule to provide that if the index is no longer  
25 annually updated by the Gerontology Institute at the University of Massachusetts Boston,  
26 the department must apply an annual cost-of-living adjustment based on the Consumer  
27 Price Index. The department shall adopt rules pursuant to this section no later than January  
28 1, 2024. Rules adopted pursuant to this section are routine technical rules as defined in the  
29 Maine Revised Statutes, Title 5, chapter 375, subchapter 2-A.

30 **Sec. 3. State plan amendment.** The Department of Health and Human Services  
31 shall prepare and submit any necessary Medicaid state plan amendments to the United  
32 States Department of Health and Human Services, Centers for Medicare and Medicaid  
33 Services for approval for the removal of the asset test and income eligibility guidelines  
34 required by this Act.

35 **SUMMARY**

36 This bill makes 3 changes to the Medicare savings program.

37 1. It removes the asset test.

38 2. It changes the income eligibility methodology by setting the federal poverty level  
39 at income levels established using the Elder Economic Security Standard Index developed  
40 by the Gerontology Institute at the University of Massachusetts Boston. It sets the upper  
41 limit for qualifying individuals at a federal poverty level that is equivalent to or above the

1 income level established by the index using the filters "homeowner with a mortgage" and  
2 "poor health." The upper limit for the qualified Medicare beneficiaries is 15% below that  
3 level.

4 3. It eliminates the specified low-income Medicare beneficiary as a category.

5 The Department of Health and Human Services must amend its rules to implement the  
6 new income levels no later than January 1, 2024 and submit any necessary state plans to  
7 the United States Department of Health and Human Services, Centers for Medicare and  
8 Medicaid Services.