

#### FIRST REGULAR SESSION

## ONE HUNDRED AND THIRTEENTH LEGISLATURE

Legislative Document

NO. 1706

 H.P. 1250 House of Representatives, May 29, 1987 Reported by Representative MANNING for the Special Select
Commission on the Administration and Financing of General
Assistance pursuant to Private and Special Law 1985, Chapter
79 and Chapter 131.

Reference to the Joint Standing Committee on Human Resources suggested and printing ordered under Joint Rule 18. EDWIN H. PERT, Clerk

STATE OF MAINE

IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-SEVEN

AN ACT to Amend the General Assistance Laws. Be it enacted by the People of the State of Maine as follows: PART A Sec. 1. 22 MRSA \$3106 is enacted to read: §3106. Social services information and referral services The department shall establish and maintain a toll-free information and referral service that will catalog and provide current information about all available forms of public assistance, including job training and employment programs. The service shall be adequately publicized and universally available to

Page 1-LR2900

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1 2 3	the general public, with special encouragement given to general assistance administrators and applicants to utilize the service.
4 5 6	Sec. 2. Appropriation. The following funds are appropriated from the General Fund to carry out the purposes of this Act.
7	<u>1987-88</u> <u>1988-89</u>
8	HUMAN SERVICES, DEPARTMENT OF
9 10	Administration - Income Maintenance
11 12 13 14 15	
16	Total \$165,337 \$171,936
17	PART B
18 19 20	Sec. 1. 22 MRSA §4307, as enacted by PL 1983, c. 577, §1, is repealed and the following enacted in its place:
21	§4307. Municipality of responsibility; residency
22 23 24 25	1. General assistance required. Municipalities shall provide general assistance to all eligible per- sons at the expense of that municipality, except as provided in section 4311.
26 27 28 29 30 31 32 33 34 35 36	A municipality shall not move or transport a person into another municipality to avoid responsibility for general assistance support for that person. Any mu- nicipality which illegally moves or transports a per- son, or illegally denies assistance to a person which results in his relocation, in addition to the other penalties provided in this chapter, shall reimburse twice the amount of assistance to the municipality which provided the assistance to that person. That reimbursement shall be made in accordance with sub- section 5.

Page 2-LR2900

2. Municipality of responsibility. Except as provided in subsection 4, a municipality is responsible for the general assistance support of the following individuals:

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A. Residents of that municipality. For the purposes of this section, a "resident" means a person who is physically present in a municipality with the intention of remaining in that municipality to maintain or to establish a home and who has no other residence; and

B. Eligible persons who apply to the municipality for assistance and who are not residents of that or any other municipality. If a person is not a resident of any municipality, the municipality where that person first applies shall be responsible for support until a new residence is established.

3. Durational residency requirement prohibited. No municipality may establish a durational residency requirement for general assistance.

4. Special circumstances. Overseers of a municipality shall not move or transport an applicant or recipient into another municipality to relieve their municipality of responsibility for that applicant's or recipient's support. The municipality of responsibility for relocations and institutional settings shall be as follows.

A. When an applicant or recipient requests relocation to another municipality and the overseers of a municipality assist that person to relocate to another municipality, the municipality from which that person is moving shall continue to be responsible for the support of the recipient for 30 days after relocation. As used in this paragraph, assist includes:

(1) Granting financial assistance to relocate; and

(2) Making arrangements for a person to relocate.

Page 3-LR2900

If an applicant is in a group home, shelter, 1 в. 2 rehabilitation center, nursing home, hospital or 3 other institution at the time of application and 4 has either been in that institution for 6 months 5 or less, or had a residence immediately prior to entering the institution which he had maintained 6 7 and to which he intends to return, the municipal-8 ity of responsibility shall be the municipality where the applicant was a resident immediately prior to entering the institution. For the pur-9 10 11 pose of this paragraph, a hotel, motel or similar 12 place of temporary lodging is considered an institution when a municipality: 13 14 Grants financial assistance for a (1)person to move to or stay in temporary lodging; 15 16 (2) Makes arrangements for a person to stay 17 in temporary lodging; 18 (3) Advises or encourages a person to stay 19 in temporary lodging; or 20 (4) Illegally denies housing assistance 21 and, as a result of that denial, the person 22 stays in temporary lodging. 23. 5. Disputes between municipalities. Nothing 24 contained in this section permits a municipality to 25 deny assistance to an otherwise eligible applicant when there is any dispute regarding residency. In 26 27 cases of dispute regarding which municipality is the municipality of responsibility, the municipality 28 where the application has been filed shall provide 29 support until responsibility has been determined by 30 31 the department. The department shall make a written 32 determination within 10 working days of a complaint or notification of a dispute. The department's deci-sion shall include the sources of information relied 33 34 35 upon, findings of fact and conclusions of law regarding which municipality is responsible and the reim-36 37 bursement due, if any, from the responsible munici-If 38 pality to the municipality providing assistance. after 30 days the reimbursement has not been paid, 39 the municipality to which reimbursement is due shall notify the department. The department shall credit 40 41 42 the municipality owed the reimbursement and either

Page 4-LR2900

deduct that amount from the debtor municipality or refer the bill to the Treasurer of State for payment from any taxes, revenue, fines or fees due from the State to the municipality.

6. Appeals. Any municipality or person who is aggrieved by any decision or action made by the department pursuant to this section shall have the right to appeal pursuant to the Maine Administrative Procedure Act, Title 5, chapter 375, subchapter IV. A request for that appeal shall be in writing and shall be made within 30 days of the written department decision. The appeal shall be held within 30 days of receipt of that request and shall be conducted by one or more fair hearing officers. In no event may an appeal be held before a person or body responsible for the decision or action. Review of any decision under this subsection shall be pursuant to the Maine Rules of Civil Procedure, Rule 80C.

19 Sec. 2. 22 MRSA §4311, sub-\$4 is enacted to 20 read:

Funds made available to the Depart-4. Funds. ment of Human Services for the general assistance program shall not lapse, but shall be carried forward the next fiscal year to be expended for the same to purposes.

#### PART C

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22 MRSA \$1714 is enacted to read:

28 §1714. Charitable care

Upon admission or, in the cases of emergency ad-mission, discharge of a patient without medical insurance, hospitals shall determine the eligibility of the patient for any federal or state programs of medical assistance. If the patient is not eligible for such programs, but meets the financial requirements 35 of the medically needy program, the hospital's care shall be provided as charitable care pursuant to rules of the Maine Health Care Finance Commission, section 396. In no event may the hospital care of a person who meets the financial requirements of the medically needy program be billed to the individual

Page 5-LR2900

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# or to a municipality.

## PART D

2. 3

22 MRSA §4301, sub-§5, as enacted by PL 1983, c. 577, §1, is amended to read:

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General assistance program. "General assist-5 5. 6 ance program" means a service administered by a mu-7 nicipality for the immediate aid of persons who are unable to provide the basic necessities essential 8 to maintain themselves or their families. A general as-9 10 sistance program provides a specific amount and type of aid, cash excluded, for defined needs during a 11 limited period of time and is not intended to be a 12 13 continuing "grant-in-aid" or "categorical" welfare 14 This definition shall not in any way lessen program. 15 the responsibility of each municipality to provide general assistance to a person each time 16 that the person has need and is found to be otherwise eligible 17 18 to receive general assistance.

#### PART E

20 Sec. 1. 22 MRSA §4311, sub-§1, as enacted by PL 21 1983, c. 577, §1, is amended to read:

22 Departmental reimbursement. When a municipal-1. 23 ity incurs net general assistance costs in any fiscal 24 year in excess of .0003 of that \_municipality's 1981 25 state valuation as determined by the State Tax Asses-26 in the statement filed by him as provided in Tisor tle 36, section 381, the Department of Human Services 27 shall reimburse the municipality for 28 90% of the 29 amount in excess of these expenditures when the de-30 partment finds that the municipality has been in compliance with all requirements of this chapter. 31 If a municipality elects to determine need without consid-32 33 eration of funds distributed from any 34 municipally-controlled trust fund which must other-35 wise be considered for purposes of this chapter, the 36 department shall reimburse the municipality for 66 37 2/3% of the amount in excess of such expenditures 38 when the department finds that the municipality has 39 otherwise been in compliance with all requirements of 40 this chapter.

## Page 6-LR2900

In addition to the reimbursement described in this subsection, the Department of Human Services shall reimburse each municipality an amount equal to either:

A. Fifty percent of all general assistance granted below the .0003% of state valuation amount; or

B. Reasonable administrative costs of their general assistance program, defined as 10% of net general assistance cost.

Each municipality shall elect additional reimbursement under paragraph A or B at the close of the fiscal year. The department shall reimburse the municipality the additional reimbursement when the department finds that the municipality has been in compliance with all requirements of this chapter.

17 Sec. 2. Appropriation. The following funds are 18 appropriated from the General Fund to carry out the 19 purposes of this Act.

1987-88 1988-89

- 21 HUMAN SERVICES, DEPARTMENT OF
- 22 Bureau of Income Mainte-23 nance
- 24 All Other

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\$1,730,092 \$1,851,200

25	Funds to go to the gen-
26	eral assistance program
27	to provide for in-
28	creased state reim-
29	bursement to municipal-
30	ities for general as-
31	sistance.

Page 7-LR2900

#### STATEMENT OF FACT

2 This bill represents the legislation proposed by 3 the Minority Report of the Special Select Commission 4 on the Administration and Financing of General As-5 sistance.

6 Part A of the bill establishes a comprehensive information and referral service for social services. 7 8 Social services exist to provide assistance to those 9 If those in need do not know about availain need. ble services, they cannot have access to them. 10 This part provides for a focused vehicle for transferring 11 current information between those in need 12 complete 13 and those able to provide assistance. The appropria-14 tion includes funds for 5 staff people: A supervi-15 sor, a research technician, a clerical worker and 2 16 intake workers, to staff the phones; 2 WATS lines; computer time; and capital investment, desk, 17 space; phones, typewriter and other supplies. 18

19 Part B amends the residency requirements in re-20 gard to determining which municipality is responsible 21 for general assistance applicants. In the past, there has been some confusion among municipalities 22 23 regarding residency and assistance to relocate as rethe general assistance program. This Part 24 lates to 25 amends the law to clarify the existing language 26 wherever possible without changing the meaning and to 27 provide a procedure to resolve disputes between mu-28 nicipalities concerning which municipality is respon-29 sible.

30 Specifically, Part B contains the following spe-31 cific changes to current law:

32 1. Changes the definition of resident to conform 33 more closely to the traditional use and understanding 34 of the word "resident;" it retains the 2 traditional 35 elements of residency:

- 36 A. Physical presence; and
- 37 B. Intention to remain.

38 In addition, Part B further defines resident as some-

Page 8-LR2900

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one who has no other residence. The bill also makes it clear that if a person is not a resident elsewhere, the municipality where the person first applied is responsible until a new residence is established:

Provides a more detailed definition of re-2. sponsibility for assistance given to an applicant or recipient who is in a group home, shelter or similar institution. In addition, hotels, motels and other similar institutions are included in this category; and

Creates a dispute resolution mechanism where-3. by a municipality may petition the Department of Human Services to determine responsibility under the 15 law. Until that determination is made, the municipality where the applicant first applied is responsible for providing assistance. The decision of the department may be appealed.

19 Part C prohibits hospital expenses from being 20 billed to a municipality's general assistance pro-21 gram.

Part D prohibits general assistance disbursements in the form of cash.

Part E provide's for additional reimbursement by the State to the municipalities for expenses incurred through the general assitance program. Each municipality will choose one of the following options for additional reimbursement:

29 1. State funding of 50% of all municipal general 30 assistance expenditures below the current threshold. 31 Continue reimbursement at 90% above that obligation 32 threshold; or

33 2. State reimbursement for the reasonable admin-34 istrative costs of the general assistance program, 35 calculated as 10% of the general assistance cost for 36 that municipality.

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Page 9-LR2900

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