Session of 2024

HOUSE BILL No. 2668

By Committee on Appropriations

Requested by Representative Ballard on behalf of the Kansas Department for Children and Families

2-1

AN ACT concerning public assistance; relating to cash assistance, food
 assistance and child care subsidy; requiring job search instead of a 20 hour work week for child care subsidy eligibility; allowing food
 assistance funds for advertising food assistance programs; modifying
 penalties for non-cooperation for all assistance programs; amending
 K.S.A. 2023 Supp. 39-709 and repealing the existing section.

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8 *Be it enacted by the Legislature of the State of Kansas:*

9 Section 1. K.S.A. 2023 Supp. 39-709 is hereby amended to read as 10 follows: 39-709. (a) *General eligibility requirements for assistance for* 11 *which federal moneys are expended*. Subject to the additional requirements 12 below, assistance in accordance with plans under which federal moneys 13 are expended may be granted to any needy person who:

14 (1) Has insufficient income or resources to provide a reasonable 15 subsistence compatible with decency and health. Where a husband and 16 wife or cohabiting partners are living together, the combined income or 17 resources of both shall be considered in determining the eligibility of 18 either or both for such assistance unless otherwise prohibited by law. The 19 secretary, in determining need of any applicant for or recipient of 20 assistance shall not take into account the financial responsibility of any 21 individual for any applicant or recipient of assistance unless such applicant 22 or recipient is such individual's spouse, cohabiting partner or such 23 individual's minor child or minor stepchild if the stepchild is living with 24 such individual. The secretary in determining need of an individual may 25 provide such income and resource exemptions as may be permitted by 26 federal law. For purposes of eligibility for temporary assistance for needy 27 families, for food assistance and for any other assistance provided through 28 the Kansas department for children and families under which federal 29 moneys are expended, the secretary for children and families shall 30 consider one motor vehicle owned by the applicant for assistance, 31 regardless of the value of such vehicle, as exempt personal property and 32 shall consider any equity in any boat, personal water craft, recreational 33 vehicle, recreational off-highway vehicle or all-terrain vehicle, as defined 34 by K.S.A. 8-126, and amendments thereto, or any additional motor vehicle

owned by the applicant for assistance to be a nonexempt resource of the
 applicant for assistance except that any additional motor vehicle used by
 the applicant, the applicant's spouse or the applicant's cohabiting partner
 for the primary purpose of earning income may be considered as exempt
 personal property in the secretary's discretion; or

6 (2) is a citizen of the United States or is an alien lawfully admitted to 7 the United States and who is residing in the state of Kansas.

8 (b) Temporary assistance for needy families. Assistance may be 9 granted under this act to any dependent child, or relative, subject to the 10 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 child 11 12 is living resides in the state of Kansas. Such assistance shall be known as 13 temporary assistance for needy families. Where the husband and wife or cohabiting partners are living together, both shall register for work under 14 the program requirements for temporary assistance for needy families in 15 16 accordance with criteria and guidelines prescribed by rules and regulations 17 of the secretary.

(1) As used in this subsection, "family group" or "household" means 18 19 the applicant or recipient for TANF, child care subsidy or employment 20 services and all individuals living together in which there is a relationship 21 of legal responsibility or a qualifying caretaker relationship. This will 22 include a cohabiting boyfriend or girlfriend living with the person legally responsible for the child. The family group shall not be eligible for TANF 23 24 if the family group contains at least one adult member who has received 25 TANF, including the federal TANF assistance received in any other state, 26 for 24 calendar months beginning on and after October 1, 1996, unless the 27 secretary determines a hardship exists and grants an extension allowing 28 receipt of TANF until the 36-month limit is reached. No extension beyond 29 36 months shall be granted. Hardship provisions for a recipient include:

30 (A) Is a caretaker of a disabled family member living in the 31 household;

(B) has a disability that precludes employment on a long-term basisor requires substantial rehabilitation;

34 (C) needs a time limit extension to overcome the effects of domestic35 violence or sexual assault;

36 (D) is involved with prevention and protection services and has an37 open social service plan; or

(E) is determined by the 24th month to have an extreme hardship other
than what is designated in criteria listed in subparagraphs (A) through (D).
This determination will be made by the executive review team.

41 (2) All adults applying for TANF shall be required to complete a
42 work program assessment as specified by the Kansas department for
43 children and families, including those who have been disqualified for or

1 denied TANF due to non-cooperation, drug testing requirements or fraud.

2 Adults who are not otherwise eligible for TANF, such as ineligible aliens,

3 relative/non-relative caretakers and adults receiving supplemental security 4 income are not required to complete the assessment process. During the 5 application processing period, applicants must complete at least one 6 module or its equivalent of the work program assessment to be considered 7 eligible for TANF benefits, unless good cause is found to be exempt from 8 the requirements. Good cause exemptions shall only include that the 9 applicant:

10 (A) Can document an existing certification verifying completion of 11 the work program assessment;

(B) has a valid offer of employment or is employed a minimum of 20 hours a week;

(C) is a parenting teen without a GED or high school diploma;

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(D) is enrolled in job corps;(E) is working with a refugee social services agency; or

17 (F) has completed the work program assessment within the last 12 18 months.

(3) The Kansas department for children and families shall maintain a
sufficient level of dedicated work program staff to enable the agency to
conduct work program case management services to TANF recipients in a
timely manner and in full accordance with state law and agency policy.

(4) (A) TANF mandatory work program applicants and recipients
 shall participate in work components that lead to competitive, integrated
 employment. Components are defined by the federal government as being
 either primary or secondary.

27 (B) In order to meet federal work participation requirements, 28 households shall meet at least 30 hours of participation per week, at least 29 20 hours of which shall be primary and at least 10 hours may be secondary components in one parent households where the youngest child is six years 30 31 of age or older. Participation hours shall be 55 hours in two parent 32 households, 35 hours per week if child care is not used. The maximum 33 assignment is 40 hours per week per individual. For two parent families to 34 meet the federal work participation rate, both parents shall participate in a combined total of 55 hours per week, 50 hours of which shall be in 35 36 primary components, or one or both parents could be assigned a combined 37 total of 35 hours per week, 30 hours of which must be primary 38 components, if the Kansas department for children and families paid child 39 care is not received by the family. Single parent families with a child under 40 age six meet the federal participation requirement if the parent is engaged 41 in work or work activities for at least 20 hours per week in a primary work 42 component.

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(C) The following components meet federal definitions of primary

hours of participation: Full or part-time employment, apprenticeship, work
 study, self-employment, job corps, subsidized employment, work
 experience sites, on-the-job training, supervised community service,
 vocational education, job search and job readiness. Secondary components
 include: Job skills training, education directly related to employment such
 as adult basic education and English as a second language, and completion
 of a high school diploma or GED.

8 (5) A parent or other adult caretaker personally providing care for a 9 child under the age of three months in their TANF household shall be 10 exempt from work participation activities until the month the child attains three months of age. Such three-month limitation shall not apply to a 11 parent or other adult caretaker who is personally providing care for a child 12 born significantly premature, with serious medical conditions or with a 13 14 disability as defined by the secretary, in consultation with the secretary of health and environment and adopted in the rules and regulations. The 15 16 three-month period is defined as two consecutive months starting with the 17 month after childbirth. The exemption for caring for a child under three 18 months cannot be claimed by:

19 (A) Either parent when two parents are in the home and the 20 household meets the two-parent definition for federal reporting purposes;

(B) one parent or caretaker when the other parent or caretaker is in
the home, and available, capable and suitable to provide care and the
household does not meet the two-parent definition for federal reporting
purposes;

(C) a person age 19 or younger when such person is pregnant or a
 parent of a child in the home and the person does not possess a high school
 diploma or its equivalent. Such person shall become exempt the month
 such person attains 20 years of age; or

(D) any person assigned to a work participation activity for substanceuse disorders.

(6) TANF work experience placements shall be reviewed after 90
days and are limited to six months per 24-month lifetime limit. A client's
progress shall be reviewed prior to each new placement regardless of the
length of time they are at the work experience site.

35 (7) TANF participants with disabilities shall engage in required 36 employment activities to the maximum extent consistent with their 37 abilities. A TANF participant shall provide current documentation by a 38 qualified medical practitioner that details the ability to engage in 39 employment and any limitation in work activities along with the expected 40 duration of such limitations. Disability is defined as a physical or mental 41 impairment constituting or resulting in a substantial impediment to 42 employment for such individual.

43 (8) Non-cooperation is the failure of the applicant or recipient to-

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for TANF benefits based on non-cooperation, as defined in K.S.A. 39-702, 3 4 and amendments thereto, with work programs shall be as follows, for a: 5 (A) First penalty, three months and full cooperation with work-6 program activities; 7 (B) second penalty, six months and full cooperation with work-8 program activities; 9 (C) third penalty, one year and full cooperation with work program 10 activities; and 11 (D) fourth or subsequent penalty, 10 years Individuals deemed 12 ineligible for cash assistance due to non-cooperation as defined in K.S.A. 13 39-702, and amendments thereto, shall remain ineligible until any of such individuals complies with all requirements provided in state and federal 14 15 law, rules and regulations and agency policy. 16 (9) Individuals who have not cooperated with TANF work programs shall be ineligible to participate in the food assistance program. The 17 comparable ineligibility penalty shall be applied to only the to any 18 19 individual in the food assistance program who failed to comply with the TANF work requirement. The agency shall impose the same penalty to the 20 21 member of the household who failed to comply with TANF requirements. 22 The penalty periods are three months, six months, one year, or 10 years 23 The individuals shall remain ineligible until any of such individuals 24 complies with such requirement. 25 (10) (A) The period of ineligibility for TANF benefits based onparents' non-cooperation, as defined in K.S.A. 39-702, and amendments 26 27 thereto, with child support services shall be as follows, for a: 28 (i) First penalty, three months and cooperation with child support 29 services prior to regaining eligibility; (ii) second penalty, six months and cooperation with child support-30 31 services prior to regaining eligibility; 32 (iii) third penalty, one year and cooperation with child support-33 services prior to regaining eligibility; and 34 (iv) fourth penalty, 10 years Individuals deemed ineligible for cash 35 assistance based on non-cooperation as defined in K.S.A. 39-702, and 36 amendments thereto, shall remain ineligible until any of such individuals 37 complies with child support services.

(B) (i) The period of ineligibility for child care subsidy based on
parents' non-cooperation, as defined in K.S.A. 39-702, and amendments
thereto, with child support services shall be as follows, for a:

41 (a) First penalty, three months and cooperation with child support
 42 services prior to regaining eligibility;

43 (b) second penalty, six months and cooperation with child support

comply with all requirements provided in state and federal law, federal and state rules and regulations and agency policy. The period of ineligibility

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1 services prior to regaining eligibility;

2 (c) third penalty, one year and cooperation with child support services
 3 prior to regaining eligibility; and

(d) fourth penalty, 10 years Individuals deemed ineligible for child
care subsidy based on non-cooperation as defined in K.S.A. 39-702, and
amendments thereto, shall remain ineligible until any of such individuals
complies with child support services.

8 (ii) The secretary, or the secretary's designee, shall review child 9 support compliance of a parent:

(a) Upon application for child care subsidy;

(b) after 12 months of continuous eligibility for child care subsidy;and

(c) following such 12 months of continuous eligibility when the
 secretary renews or redetermines a parent's eligibility for child care
 subsidy.

16 (11) Individuals who have not cooperated without good cause with 17 child support services shall be ineligible to participate in the food 18 assistance program. The period of disqualification ends once it has been 19 determined that such individual is cooperating with child support services.

20 (12) (A) Any-individual who is of such individuals found to have 21 committed fraud or is found guilty of the crime of theft pursuant to K.S.A. 22 21-5801 and 39-720, and amendments thereto, and K.S.A. 21-5801, and 23 amendments thereto, in either the TANF or child care program shall render 24 all adults in the family unit ineligible for TANF assistance. Adults in the 25 household who have been determined to have committed fraud or were convicted of the crime of theft pursuant to K.S.A. 21-5801 and 39-720, 26 27 and amendments thereto, and K.S.A. 21-5801, and amendments thereto, 28 shall render themselves and all adult household members ineligible for 29 their lifetime for TANF, even if fraud was committed in only one program. 30 Households who have been determined to have committed fraud or were 31 convicted of the crime of theft pursuant to K.S.A. 21-5801 and 39-720, 32 and amendments thereto, and K.S.A. 21-5801, and amendments thereto, 33 shall be required to name a protective payee as approved by the secretary 34 or the secretary's designee to administer TANF benefits or food assistance 35 on behalf of the children. No adult in a household may have access to the 36 TANF cash assistance benefit.

(B) Any individual who has failed to cooperate with a fraud investigation shall be ineligible to participate in the TANF cash assistance program and the child care subsidy program until the Kansas department for children and families determines that such individual is cooperating with the fraud investigation. The Kansas department for children and families shall maintain a sufficient level of fraud investigative staff to enable the department to conduct fraud investigations in a timely manner and in full accordance with state law and department rules and regulations
 or policies.

3 (13) (A) Food assistance shall not be provided to any person 4 convicted of a felony offense occurring on or after July 1, 2015, that 5 includes as an element of such offense the manufacture, cultivation, 6 distribution, possession or use of a controlled substance or controlled 7 substance analog. For food assistance, the individual shall be permanently 8 disqualified if such individual has been convicted of a state or federal 9 felony offense occurring on or after July 1, 2015, involving possession or 10 use of a controlled substance or controlled substance analog.

(B) (i) Notwithstanding the provisions of subparagraph (A), an
individual shall be eligible for food assistance if the individual enrolls in
and participates in a drug treatment program approved by the secretary,
submits to and passes a drug test and agrees to submit to drug testing if
requested by the department pursuant to a drug testing plan.

16 (ii) An individual's failure to submit to testing or failure to 17 successfully pass a drug test shall result in ineligibility for food assistance 18 until a drug test is successfully passed. Failure to successfully complete a 19 drug treatment program shall result in ineligibility for food assistance until 20 a drug treatment plan approved by the secretary is successfully completed, 21 the individual passes a drug test and agrees to submit to drug testing if 22 requested by the department pursuant to a drug testing plan.

(C) The provisions of subparagraph (B) shall not apply to any
 individual who has been convicted for a second or subsequent felony
 offense as provided in subparagraph (A).

26 (14) No TANF cash assistance shall be used to purchase alcohol, 27 cigarettes, tobacco products, lottery tickets, concert tickets, professional or 28 collegiate sporting event tickets or tickets for other entertainment events intended for the general public or sexually oriented adult materials. No 29 TANF cash assistance shall be used in any retail liquor store, casino, 30 31 gaming establishment, jewelry store, tattoo parlor, massage parlor, body 32 piercing parlor, spa, nail salon, lingerie shop, tobacco paraphernalia store, 33 vapor cigarette store, psychic or fortune telling business, bail bond 34 company, video arcade, movie theater, swimming pool, cruise ship, theme 35 park, dog or horse racing facility, parimutuel facility, or sexually oriented 36 business or any retail establishment that provides adult-oriented 37 entertainment in which performers disrobe or perform in an unclothed 38 state for entertainment, or in any business or retail establishment where 39 minors under age 18 are not permitted. No TANF cash assistance shall be 40 used for purchases at points of sale outside the state of Kansas.

(15) (A) The secretary for children and families shall place a
photograph of the recipient, if agreed to by such recipient of public
assistance, on any Kansas benefits card issued by the Kansas department

for children and families that the recipient uses in obtaining food, cash or
 any other services. When a recipient of public assistance is a minor or
 otherwise incapacitated individual, a parent or legal guardian of such
 recipient may have a photograph of such parent or legal guardian placed
 on the card.

6 (B) Any Kansas benefits card with a photograph of a recipient shall 7 be valid for voting purposes as a public assistance identification card in 8 accordance with the provisions of K.S.A. 25-2908, and amendments 9 thereto.

(C) As used in this paragraph and its subparagraphs, "Kansas benefits
 card" means any card issued to provide food assistance, cash assistance or
 child care assistance, including, but not limited to, the vision card, EBT
 card and Kansas benefits card.

14 (D) The Kansas department for children and families shall monitor all 15 recipient requests for a Kansas benefits card replacement and, upon the 16 fourth such request in a 12-month period, send a notice alerting the 17 recipient that the recipient's account is being monitored for potential 18 suspicious activity. If a recipient makes an additional request for 19 replacement subsequent to such notice, the department shall refer the 20 investigation to the department's fraud investigation unit.

21 (16) The secretary for children and families shall adopt rules and 22 regulations for:

(A) determining eligibility for the child care subsidy program,
 including an income of a cohabiting partner in a child care household; and

(B) determining and maintaining eligibility for non-TANF child care,
requiring that all included adults shall be employed a minimum of 20hours per week or more as defined by the secretary, participating in a job
search or meet the following specific qualifying exemptions:

(i) Adults who are not capable of meeting the requirement due to adocumented physical or mental condition;

(ii) adults who are former TANF recipients who need child care for
 employment after their TANF case has closed and earned income is a
 factor in the closure in the two months immediately following TANF
 closure;

(iii) adult parents included in a case in which the only child receiving
benefits is the child of a minor parent who is working on completion of
high school or obtaining a GED;

(iv) adults who are participants in a food assistance employment andtraining program;

40 (v) adults who are participants in an early head start child care 41 partnership program and are working or in school or training; or

42 (vi) adults who are caretakers of a child in custody of the secretary in43 out-of-home placement needing child care.

1 The Kansas department for children and families shall provide child 2 care for the pursuit of any degree or certification if the occupation has at 3 least an average job outlook listed in the occupational outlook of the 4 United States department of labor, bureau of labor statistics. For 5 occupations with less than an average job outlook, educational plans shall 6 require approval of the secretary or secretary's designee. Child care may 7 also be approved if the student provides verification of a specific job offer 8 that will be available to such student upon completion of the program. 9 Child care for post-secondary education shall be allowed for a lifetime 10 maximum of 24 months per adult. The 24 months may not have to be consecutive. Students shall be engaged in paid employment for a minimum 11 12 of 15 hours per week. In a two-parent adult household, child care would 13 not be allowed if both parents are adults and attending a formal education 14 or training program at the same time. The household may choose which 15 one of the parents is participating as a post-secondary student. The other 16 parent shall meet another approvable criteria for child care subsidy.

17 (17) (A) The secretary for children and families is prohibited from requesting or implementing a waiver or program from the United States 18 19 department of agriculture for the time limited assistance provisions for 20 able-bodied adults aged 18 through 49 without dependents in a household 21 under the food assistance program. The time on food assistance for able-22 bodied adults aged 18 through 49 without dependents in the household 23 shall be limited to three months in a 36-month period if such adults are not 24 meeting the requirements imposed by the U.S. department of agriculture 25 that they must work for at least 20 hours per week or participate in a 26 federally approved work program or its equivalent.

(B) Each food assistance household member who is not otherwise
exempt from the following work requirements shall: Register for work;
participate in an employment and training program, if assigned to such a
program by the department; accept a suitable employment offer; and not
voluntarily quit a job of at least 30 hours per week.

(C) Any recipient who has not complied with the work requirements
 under subparagraph (B) shall be ineligible to participate in the food
 assistance program for the following time period and until the recipient
 complies with such work requirements for a:

- 36 (i) First penalty, three months;
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- (ii) second penalty, six months; and (iii) third penalty and any subsequent penalty a
- (iii) third penalty and any subsequent penalty, one year.
 (D) The Kansas department for children and families shall assign all

(D) The Kansas department for children and families shall assign all
individuals subject to the requirements established under 7 U.S.C. §
2015(d)(1) to an employment and training program as defined in 7 U.S.C.
§ 2015(d)(4). The provisions of this subparagraph shall only apply to:

(i) Able-bodied adults aged 18 through 49 without dependents;

1 (ii) work registrants aged 50 through 59 without dependents not 2 exempt from 7 U.S.C. § 2015(d)(2); and

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individuals who are not employed at least 30 hours per week. (iii)

(18) Eligibility for the food assistance program shall be limited to 4 5 those individuals who are citizens or who meet qualified non-citizen status 6 as determined by United States department of agriculture. Non-citizen 7 individuals who are unable or unwilling to provide qualifying immigrant 8 documentation, as defined by the United States department of agriculture, residing within a household shall not be included when determining the 9 household's size for the purposes of assigning a benefit level to the 10 household for food assistance or comparing the household's monthly 11 income with the income eligibility standards. The gross non-exempt 12 13 earned and unearned income and resources of disqualified individuals shall be counted in its entirety as available to the remaining household 14 15 members.

16 (19) The secretary for children and families shall not enact the state 17 option from the United States department of agriculture for broad-based 18 categorical eligibility for households applying for food assistance according to the provisions of 7 C.F.R. § 273.2(j)(2)(ii). 19

20 (20) No federal or state funds shall be used for television, radio or-21 billboard advertisements that are designed to promote food assistance-22 benefits and enrollment. No federal or state funding shall be used for any 23 agreements with foreign governments designed to promote food 24 assistance

25 (21) (A) The secretary for children and families shall not apply gross income standards for food assistance higher than the standards specified in 26 7 U.S.C. § 2015(c) unless expressly required by federal law. Categorical 27 28 eligibility exempting households from such gross income standards 29 requirements shall not be granted for any non-cash, in-kind or other 30 benefit unless expressly required by federal law.

31 (B) The secretary for children and families shall not apply resource 32 limits standards for food assistance that are higher than the standards 33 specified in 7 U.S.C. § 2015(g)(1) unless expressly required by federal 34 law. Categorical eligibility exempting households from such resource limits shall not be granted for any non-cash, in-kind or other benefit unless 35 36 expressly required by federal law.

37 (c) (1) The Kansas department for children and families shall conduct 38 an electronic check for any false information provided on an application 39 for TANF and other benefits programs administered by the department. 40 For TANF cash assistance, food assistance and the child care subsidy program, the department shall verify the identity of all adults in the 41 42 assistance household. 43

(2) The department of administration shall provide monthly to the

1 Kansas department for children and families the social security numbers or 2 alternate taxpayer identification numbers of all persons who claim a 3 Kansas lottery prize in excess of \$5,000 during the reported month. The 4 Kansas department for children and families shall verify if individuals 5 with such winnings are receiving TANF cash assistance, food assistance or 6 assistance under the child care subsidy program and take appropriate 7 action. The Kansas department for children and families shall use data 8 received under this subsection solely, and for no other purpose, to 9 determine if any recipient's eligibility for benefits has been affected by 10 lottery prize winnings. The Kansas department for children and families shall not publicly disclose the identity of any lottery prize winner, 11 12 including recipients who are determined to have illegally received 13 benefits.

14 (d) Temporary assistance for needy families; assignment of support 15 rights and limited power of attorney. By applying for or receiving temporary assistance for needy families such applicant or recipient shall be 16 17 deemed to have assigned to the secretary on behalf of the state any 18 accrued, present or future rights to support from any other person such 19 applicant may have in such person's own behalf or in behalf of any other 20 family member for whom the applicant is applying for or receiving aid. In 21 any case in which an order for child support has been established and the 22 legal custodian and obligee under the order surrenders physical custody of 23 the child to a caretaker relative without obtaining a modification of legal 24 custody and support rights on behalf of the child are assigned pursuant to 25 this section, the surrender of physical custody and the assignment shall 26 transfer, by operation of law, the child's support rights under the order to 27 the secretary on behalf of the state. Such assignment shall be of all 28 accrued, present or future rights to support of the child surrendered to the 29 caretaker relative. The assignment of support rights shall automatically 30 become effective upon the date of approval for or receipt of such aid 31 without the requirement that any document be signed by the applicant, recipient or obligee. By applying for or receiving temporary assistance for 32 33 needy families, or by surrendering physical custody of a child to a 34 caretaker relative who is an applicant or recipient of such assistance on the 35 child's behalf, the applicant, recipient or obligee is also deemed to have 36 appointed the secretary, or the secretary's designee, as an attorney-in-fact 37 to perform the specific act of negotiating and endorsing all drafts, checks, 38 money orders or other negotiable instruments representing support 39 payments received by the secretary in behalf of any person applying for, 40 receiving or having received such assistance. This limited power of 41 attorney shall be effective from the date the secretary approves the 42 application for aid and shall remain in effect until the assignment of 43 support rights has been terminated in full.

1 (e) *Requirements for medical assistance for which federal monevs or* 2 state moneys or both are expended. (1) When the secretary has adopted a 3 medical care plan under which federal moneys or state moneys or both are 4 expended, medical assistance in accordance with such plan shall be 5 granted to any person who is a citizen of the United States or who is an 6 alien lawfully admitted to the United States and who is residing in the state 7 of Kansas, whose resources and income do not exceed the levels 8 prescribed by the secretary. In determining the need of an individual, the 9 secretary may provide for income and resource exemptions and protected 10 income and resource levels. Resources from inheritance shall be counted. A disclaimer of an inheritance pursuant to K.S.A. 59-2291, and 11 12 amendments thereto, shall constitute a transfer of resources. The secretary 13 shall exempt principal and interest held in irrevocable trust pursuant to K.S.A. 16-303(c), and amendments thereto, from the eligibility 14 15 requirements of applicants for and recipients of medical assistance. Such 16 assistance shall be known as medical assistance.

17 (2) For the purposes of medical assistance eligibility determinations on or after July 1, 2004, if an applicant or recipient owns property in joint 18 19 tenancy with some other party and the applicant or recipient of medical 20 assistance has restricted or conditioned their interest in such property to a 21 specific and discrete property interest less than 100%, then such 22 designation will cause the full value of the property to be considered an available resource to the applicant or recipient. Medical assistance 23 24 eligibility for receipt of benefits under the title XIX of the social security 25 act, commonly known as medicaid, shall not be expanded, as provided for 26 in the patient protection and affordable care act, public law 111-148, 124 27 stat. 119, and the health care and education reconciliation act of 2010, 28 public law 111-152, 124 stat. 1029, unless the legislature expressly consents to, and approves of, the expansion of medicaid services by an act 29 30 of the legislature.

(3) (A) Resources from trusts shall be considered when determining
eligibility of a trust beneficiary for medical assistance. Medical assistance
is to be secondary to all resources, including trusts, that may be available
to an applicant or recipient of medical assistance.

(B) If a trust has discretionary language, the trust shall be considered
to be an available resource to the extent, using the full extent of discretion,
the trustee may make any of the income or principal available to the
applicant or recipient of medical assistance. Any such discretionary trust
shall be considered an available resource unless:

40 (i) At the time of creation or amendment of the trust, the trust states a41 clear intent that the trust is supplemental to public assistance; and

42 (ii) the trust is funded:

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(a) From resources of a person who, at the time of such funding,

owed no duty of support to the applicant or recipient of medical assistance;
 or

3 (b) not more than nominally from resources of a person while that 4 person owed a duty of support to the applicant or recipient of medical 5 assistance.

6 (C) For the purposes of this paragraph, "public assistance" includes, 7 but is not limited to, medicaid, medical assistance or title XIX of the social 8 security act.

9 (4) (A) When an applicant or recipient of medical assistance is a party to a contract, agreement or accord for personal services being provided by 10 a nonlicensed individual or provider and such contract, agreement or 11 accord involves health and welfare monitoring, pharmacy assistance, case 12 management, communication with medical, health or other professionals, 13 14 or other activities related to home health care, long term care, medical 15 assistance benefits, or other related issues, any moneys paid under such 16 contract, agreement or accord shall be considered to be an available 17 resource unless the following restrictions are met:

(i) The contract, agreement or accord must be in writing and executedprior to any services being provided;

(ii) the moneys paid are in direct relationship with the fair market
 value of such services being provided by similarly situated and trained
 nonlicensed individuals;

(iii) if no similarly situated nonlicensed individuals or situations can
be found, the value of services will be based on federal hourly minimum
wage standards;

(iv) such individual providing the services shall report all receipts of
 moneys as income to the appropriate state and federal governmental
 revenue agencies;

(v) any amounts due under such contract, agreement or accord shall
be paid after the services are rendered;

(vi) the applicant or recipient shall have the power to revoke thecontract, agreement or accord; and

(vii) upon the death of the applicant or recipient, the contract,agreement or accord ceases.

35 (B) When an applicant or recipient of medical assistance is a party to 36 a written contract for personal services being provided by a licensed health 37 professional or facility and such contract involves health and welfare monitoring, pharmacy assistance, case management, communication with 38 medical, health or other professionals, or other activities related to home 39 health care, long term care, medical assistance benefits or other related 40 issues, any moneys paid in advance of receipt of services for such 41 contracts shall be considered to be an available resource. 42

43 (5) Any trust may be amended if such amendment is permitted by the

1 Kansas uniform trust code.

2 (f) Eligibility for medical assistance of resident receiving medical 3 care outside state. A person who is receiving medical care including long-4 term care outside of Kansas whose health would be endangered by the 5 postponement of medical care until return to the state or by travel to return 6 to Kansas, may be determined eligible for medical assistance if such 7 individual is a resident of Kansas and all other eligibility factors are met. 8 Persons who are receiving medical care on an ongoing basis in a long-term 9 medical care facility in a state other than Kansas and who do not return to 10 a care facility in Kansas when they are able to do so, shall no longer be eligible to receive assistance in Kansas unless such medical care is not 11 12 available in a comparable facility or program providing such medical care 13 in Kansas. For persons who are minors or who are under guardianship, the 14 actions of the parent or guardian shall be deemed to be the actions of the 15 child or ward in determining whether or not the person is remaining 16 outside the state voluntarily.

17 (g) Medical assistance; assignment of rights to medical support and *limited power of attorney; recovery from estates of deceased recipients.* (1) 18 19 (A) Except as otherwise provided in K.S.A. 39-786 and 39-787, and 20 amendments thereto, or as otherwise authorized on and after September 21 30, 1989, under section 303 of the federal medicare catastrophic coverage 22 act of 1988, whichever is applicable, by applying for or receiving medical 23 assistance under a medical care plan in which federal funds are expended, 24 any accrued, present or future rights to support and any rights to payment 25 for medical care from a third party of an applicant or recipient and any 26 other family member for whom the applicant is applying shall be deemed 27 to have been assigned to the secretary on behalf of the state. The 28 assignment shall automatically become effective upon the date of approval 29 for such assistance without the requirement that any document be signed 30 by the applicant or recipient. By applying for or receiving medical 31 assistance the applicant or recipient is also deemed to have appointed the 32 secretary, or the secretary's designee, as an attorney-in-fact to perform the 33 specific act of negotiating and endorsing all drafts, checks, money orders 34 or other negotiable instruments, representing payments received by the 35 secretary in on behalf of any person applying for, receiving or having 36 received such assistance. This limited power of attorney shall be effective 37 from the date the secretary approves the application for assistance and 38 shall remain in effect until the assignment has been terminated in full. The 39 assignment of any rights to payment for medical care from a third party 40 under this subsection shall not prohibit a health care provider from directly 41 billing an insurance carrier for services rendered if the provider has not 42 submitted a claim covering such services to the secretary for payment. 43 Support amounts collected on behalf of persons whose rights to support

are assigned to the secretary only under this subsection and no other shall
 be distributed pursuant to K.S.A. 39-756(d), and amendments thereto,
 except that any amounts designated as medical support shall be retained by
 the secretary for repayment of the unreimbursed portion of assistance.
 Amounts collected pursuant to the assignment of rights to payment for
 medical care from a third party shall also be retained by the secretary for
 repayment of the unreimbursed portion of assistance.

8 (B) Notwithstanding the provisions of subparagraph (A), the 9 secretary of health and environment, or the secretary's designee, is hereby 10 authorized to and shall exercise any of the powers specified in 11 subparagraph (A) in relation to performance of such secretary's duties 12 pertaining to medical subrogation, estate recovery or any other duties 13 assigned to such secretary in article 74 of chapter 75 of the Kansas Statutes 14 Annotated, and amendments thereto.

15 (2) The amount of any medical assistance paid after June 30, 1992, 16 under the provisions of subsection (e) is a claim against the property or 17 any interest therein belonging to and a part of the estate of any deceased 18 recipient or, if there is no estate, the estate of the surviving spouse, if any, shall be charged for such medical assistance paid to either or both and a 19 20 claim against any funds of such recipient or spouse in any account under 21 K.S.A. 9-1215, 17-2263 or 17-2264, and amendments thereto. There shall 22 be no recovery of medical assistance correctly paid to or on behalf of an 23 individual under subsection (e) except after the death of the surviving 24 spouse of the individual, if any, and only at a time when the individual has 25 no surviving child who is under 21 years of age or is blind or permanently 26 and totally disabled. Transfers of real or personal property by recipients of 27 medical assistance without adequate consideration are voidable and may 28 be set aside. Except where there is a surviving spouse, or a surviving child 29 who is under 21 years of age or is blind or permanently and totally 30 disabled, the amount of any medical assistance paid under subsection (e) is 31 a claim against the estate in any guardianship or conservatorship 32 proceeding. The monetary value of any benefits received by the recipient 33 of such medical assistance under long-term care insurance, as defined by 34 K.S.A. 40-2227, and amendments thereto, shall be a credit against the 35 amount of the claim provided for such medical assistance under this 36 subsection. The secretary of health and environment is authorized to 37 enforce each claim provided for under this subsection. The secretary of 38 health and environment shall not be required to pursue every claim, but is 39 granted discretion to determine which claims to pursue. All moneys 40 received by the secretary of health and environment from claims under this subsection shall be deposited in the social welfare fund. The secretary of 41 42 health and environment may adopt rules and regulations for the 43 implementation and administration of the medical assistance recovery 1 program under this subsection.

2 (3) By applying for or receiving medical assistance under the 3 provisions of article 7 of chapter 39 of the Kansas Statutes Annotated, and 4 amendments thereto, such individual or such individual's agent, fiduciary, 5 guardian, conservator, representative payee or other person acting on 6 behalf of the individual consents to the following definitions of estate and 7 the results therefrom:

8 (A) If an individual receives any medical assistance before July 1, 9 2004, pursuant to article 7 of chapter 39 of the Kansas Statutes Annotated, 10 and amendments thereto, which forms the basis for a claim under 11 paragraph (2), such claim is limited to the individual's probatable estate as 12 defined by applicable law; and

13 (B) if an individual receives any medical assistance on or after July 1, 14 2004, pursuant to article 7 of chapter 39 of the Kansas Statutes Annotated, and amendments thereto, which forms the basis for a claim under 15 16 paragraph (2), such claim shall apply to the individual's medical assistance 17 estate. The medical assistance estate is defined as including all real and 18 personal property and other assets in which the deceased individual had 19 any legal title or interest immediately before or at the time of death to the 20 extent of that interest or title. The medical assistance estate includes 21 without limitation, assets conveyed to a survivor, heir or assign of the 22 deceased recipient through joint tenancy, tenancy in common, 23 survivorship, transfer-on-death deed, payable-on-death contract, life estate, 24 trust, annuities or similar arrangement.

25 (4) The secretary of health and environment or the secretary's designee is authorized to file and enforce a lien against the real property of 26 27 a recipient of medical assistance in certain situations, subject to all prior 28 liens of record and transfers for value to a bona fide purchaser of record. 29 The lien must be filed in the office of the register of deeds of the county 30 where the real property is located within one year from the date of death of 31 the recipient and must contain the legal description of all real property in 32 the county subject to the lien.

(A) After the death of a recipient of medical assistance, the secretary
of health and environment or the secretary's designee may place a lien on
any interest in real property owned by such recipient.

36 (B) The secretary of health and environment or the secretary's 37 designee may place a lien on any interest in real property owned by a 38 recipient of medical assistance during the lifetime of such recipient. Such 39 lien may be filed only after notice and an opportunity for a hearing has 40 been given. Such lien may be enforced only upon competent medical 41 testimony that the recipient cannot reasonably be expected to be 42 discharged and returned home. A six-month period of compensated 43 inpatient care at a nursing home or other medical institution shall

1 constitute a determination by the department of health and environment 2 that the recipient cannot reasonably be expected to be discharged and 3 returned home. To return home means the recipient leaves the nursing or 4 medical facility and resides in the home on which the lien has been placed 5 for a continuous period of at least 90 days without being readmitted as an 6 inpatient to a nursing or medical facility. The amount of the lien shall be 7 for the amount of assistance paid by the department of health and 8 environment until the time of the filing of the lien and for any amount paid 9 thereafter for such medical assistance to the recipient. After the lien is filed 10 against any real property owned by the recipient, such lien will be dissolved if the recipient is discharged, returns home and resides upon the 11 12 real property to which the lien is attached for a continuous period of at 13 least 90 days without being readmitted as an inpatient to a nursing or 14 medical facility. If the recipient is readmitted as an inpatient to a nursing or 15 medical facility for a continuous period of less than 90 days, another 16 continuous period of at least 90 days shall be completed prior to 17 dissolution of the lien

18 (5) The lien filed by the secretary of health and environment or the 19 secretary's designee for medical assistance correctly received may be 20 enforced before or after the death of the recipient by the filing of an action 21 to foreclose such lien in the Kansas district court or through an estate 22 probate court action in the county where the real property of the recipient 23 is located. However, it may be enforced only:

24

(A) After the death of the surviving spouse of the recipient;

(B) when there is no child of the recipient, natural or adopted, who is
20 years of age or less residing in the home;

(C) when there is no adult child of the recipient, natural or adopted,who is blind or disabled residing in the home; or

(D) when no brother or sister of the recipient is lawfully residing in
the home, who has resided there for at least one year immediately before
the date of the recipient's admission to the nursing or medical facility, and
has resided there on a continuous basis since that time.

(6) The lien remains on the property even after a transfer of the title
by conveyance, sale, succession, inheritance or will unless one of the
following events occur:

(A) The lien is satisfied. The recipient, the heirs, personal
representative or assigns of the recipient may discharge such lien at any
time by paying the amount of the lien to the secretary of health and
environment or the secretary's designee;

40 (B) the lien is terminated by foreclosure of prior lien of record or 41 settlement action taken in lieu of foreclosure; or

42 (C) the value of the real property is consumed by the lien, at which 43 time the secretary of health and environment or the secretary's designee 1 may force the sale for the real property to satisfy the lien.

2 (7) If the secretary for aging and disability services or the secretary of 3 health and environment, or both, or such secretary's designee has not filed 4 an action to foreclose the lien in the Kansas district court in the county 5 where the real property is located within 10 years from the date of the 6 filing of the lien, then the lien shall become dormant, and shall cease to 7 operate as a lien on the real estate of the recipient. Such dormant lien may 8 be revived in the same manner as a dormant judgment lien is revived under 9 K.S.A. 60-2403 et seq., and amendments thereto.

10 (8) Within seven days of receipt of notice by the secretary for 11 children and families or the secretary's designee of the death of a recipient 12 of medical assistance under this subsection, the secretary for children and 13 families or the secretary's designee shall give notice of such recipient's 14 death to the secretary of health and environment or the secretary's 15 designee.

16 (9) All rules and regulations adopted on and after July 1, 2013, and 17 prior to July 1, 2014, to implement this subsection shall continue to be 18 effective and shall be deemed to be duly adopted rules and regulations of 19 the secretary of health and environment until revised, amended, revoked or 20 nullified pursuant to law.

21 (h) Placement under the revised Kansas code for care of children or 22 revised Kansas juvenile justice code; assignment of support rights and 23 limited power of attorney. In any case in which the secretary for children 24 and families pays for the expenses of care and custody of a child pursuant 25 to K.S.A. 38-2201 et seq. or 38-2301 et seq., and amendments thereto, 26 including the expenses of any foster care placement, an assignment of all 27 past, present and future support rights of the child in custody possessed by 28 either parent or other person entitled to receive support payments for the child is, by operation of law, conveyed to the secretary. Such assignment 29 30 shall become effective upon placement of a child in the custody of the 31 secretary or upon payment of the expenses of care and custody of a child by the secretary without the requirement that any document be signed by 32 33 the parent or other person entitled to receive support payments for the 34 child. When the secretary pays for the expenses of care and custody of a 35 child or a child is placed in the custody of the secretary, the parent or other 36 person entitled to receive support payments for the child is also deemed to 37 have appointed the secretary, or the secretary's designee, as attorney in fact 38 to perform the specific act of negotiating and endorsing all drafts, checks, 39 money orders or other negotiable instruments representing support 40 payments received by the secretary on behalf of the child. This limited 41 power of attorney shall be effective from the date the assignment to 42 support rights becomes effective and shall remain in effect until the 43 assignment of support rights has been terminated in full.

1 (i) No person who voluntarily guits employment or who is fired from 2 employment due to gross misconduct as defined by rules and regulations 3 of the secretary or who is a fugitive from justice by reason of a felony conviction or charge or violation of a condition of probation or parole 4 5 imposed under federal or state law shall be eligible to receive public 6 assistance benefits in this state. Any recipient of public assistance who 7 fails to timely comply with monthly reporting requirements under criteria 8 and guidelines prescribed by rules and regulations of the secretary shall be 9 subject to a penalty established by the secretary by rules and regulations.

(j) If the applicant or recipient of temporary assistance for needy 10 families is a mother of the dependent child, as a condition of the mother's 11 eligibility for temporary assistance for needy families the mother shall 12 identify by name and, if known, by current address the father of the 13 dependent child except that the secretary may adopt by rules and 14 regulations exceptions to this requirement in cases of undue hardship. Any 15 16 recipient of temporary assistance for needy families who fails to cooperate 17 with requirements relating to child support services under criteria and 18 guidelines prescribed by rules and regulations of the secretary shall be 19 subject to a penalty established by the secretary.

20 (k) By applying for or receiving child care subsidy or food assistance, 21 the applicant or recipient shall be deemed to have assigned, pursuant to 22 K.S.A. 39-756, and amendments thereto, to the secretary on behalf of the 23 state only accrued, present or future rights to support from any other 24 person such applicant may have in such person's own behalf or in behalf of 25 any other family member for whom the applicant is applying for or 26 receiving aid. The assignment of support rights shall automatically become 27 effective upon the date of approval for or receipt of such aid without the 28 requirement that any document be signed by the applicant or recipient. By 29 applying for or receiving child care subsidy or food assistance, the 30 applicant or recipient is also deemed to have appointed the secretary, or the 31 secretary's designee, as an attorney in fact to perform the specific act of 32 negotiating and endorsing all drafts, checks, money orders or other 33 negotiable instruments representing support payments received by the 34 secretary in behalf of any person applying for, receiving or having 35 received such assistance. This limited power of attorney shall be effective 36 from the date the secretary approves the application for aid and shall 37 remain in effect until the assignment of support rights has been terminated 38 in full. An applicant or recipient who has assigned support rights to the 39 secretary pursuant to this subsection shall cooperate in establishing and 40 enforcing support obligations to the same extent required of applicants for 41 or recipients of temporary assistance for needy families.

42 (l) (1) A program of drug screening for applicants for cash assistance 43 as a condition of eligibility for cash assistance and persons receiving cash

1 assistance as a condition of continued receipt of cash assistance shall be 2 established, subject to applicable federal law, by the secretary for children 3 and families on and before January 1, 2014. Under such program of drug 4 screening, the secretary for children and families shall order a drug 5 screening of an applicant for or a recipient of cash assistance at any time 6 when reasonable suspicion exists that such applicant for or recipient of 7 cash assistance is unlawfully using a controlled substance or controlled 8 substance analog. The secretary for children and families may use any 9 information obtained by the secretary for children and families to 10 determine whether such reasonable suspicion exists, including, but not limited to, an applicant's or recipient's demeanor, missed appointments and 11 12 arrest or other police records, previous employment or application for 13 employment in an occupation or industry that regularly conducts drug 14 screening, termination from previous employment due to unlawful use of a 15 controlled substance or controlled substance analog or prior drug screening 16 records of the applicant or recipient indicating unlawful use of a controlled 17 substance or controlled substance analog.

18 (2) Any applicant for or recipient of cash assistance whose drug 19 screening results in a positive test may request that the drug screening 20 specimen be sent to a different drug testing facility for an additional drug 21 screening. Any applicant for or recipient of cash assistance who requests 22 an additional drug screening at a different drug testing facility shall be 23 required to pay the cost of drug screening. Such applicant or recipient who 24 took the additional drug screening and who tested negative for unlawful 25 use of a controlled substance and controlled substance analog shall be 26 reimbursed for the cost of such additional drug screening.

27 (3) Any applicant for or recipient of cash assistance who tests 28 positive for unlawful use of a controlled substance or controlled substance 29 analog shall be required to complete a substance abuse treatment program 30 approved by the secretary for children and families, secretary of labor or 31 secretary of commerce, and a job skills program approved by the secretary 32 for children and families, secretary of labor or secretary of commerce. 33 Subject to applicable federal laws, any applicant for or recipient of cash 34 assistance who fails to complete or refuses to participate in the substance 35 abuse treatment program or job skills program as required under this 36 subsection shall be ineligible to receive cash assistance until completion of 37 such substance abuse treatment and job skills programs. Upon completion 38 of both substance abuse treatment and job skills programs, such applicant 39 for or recipient of cash assistance may be subject to periodic drug 40 screening, as determined by the secretary for children and families. Upon a 41 second positive test for unlawful use of a controlled substance or 42 controlled substance analog, a recipient of cash assistance shall be ordered 43 to complete again a substance abuse treatment program and job skills

program, and shall be terminated from cash assistance for a period of 12 months, or until such recipient of cash assistance completes both substance abuse treatment and job skills programs, whichever is later. Upon a third positive test for unlawful use of a controlled substance or controlled substance analog, a recipient of cash assistance shall be terminated from cash assistance, subject to applicable federal law.

7 (4) If an applicant for or recipient of cash assistance is ineligible for 8 or terminated from cash assistance as a result of a positive test for 9 unlawful use of a controlled substance or controlled substance analog, and 10 such applicant for or recipient of cash assistance is the parent or legal guardian of a minor child, an appropriate protective payee shall be 11 designated to receive cash assistance on behalf of such child. Such parent 12 13 or legal guardian of the minor child may choose to designate an individual to receive cash assistance for such parent's or legal guardian's minor child, 14 as approved by the secretary for children and families. Prior to the 15 16 designated individual receiving any cash assistance, the secretary for 17 children and families shall review whether reasonable suspicion exists that 18 such designated individual is unlawfully using a controlled substance or 19 controlled substance analog.

20 (A) In addition, any individual designated to receive cash assistance 21 on behalf of an eligible minor child shall be subject to drug screening at 22 any time when reasonable suspicion exists that such designated individual 23 is unlawfully using a controlled substance or controlled substance analog. 24 The secretary for children and families may use any information obtained 25 by the secretary for children and families to determine whether such reasonable suspicion exists, including, but not limited to, the designated 26 27 individual's demeanor, missed appointments and arrest or other police 28 records, previous employment or application for employment in an 29 occupation or industry that regularly conducts drug screening, termination 30 from previous employment due to unlawful use of a controlled substance 31 or controlled substance analog or prior drug screening records of the designated individual indicating unlawful use of a controlled substance or 32 33 controlled substance analog.

34 (B) Any designated individual whose drug screening results in a 35 positive test may request that the drug screening specimen be sent to a 36 different drug testing facility for an additional drug screening. Any 37 designated individual who requests an additional drug screening at a 38 different drug testing facility shall be required to pay the cost of drug 39 screening. Such designated individual who took the additional drug 40 screening and who tested negative for unlawful use of a controlled substance and controlled substance analog shall be reimbursed for the cost 41 42 of such additional drug screening.

43 (C) Upon any positive test for unlawful use of a controlled substance

or controlled substance analog, the designated individual shall not receive
 cash assistance on behalf of the parent's or legal guardian's minor child,
 and another designated individual shall be selected by the secretary for
 children and families to receive cash assistance on behalf of such parent's
 or legal guardian's minor child.

6 (5) If a person has been convicted under federal or state law of any 7 offense that is classified as a felony by the law of the jurisdiction and has 8 as an element of such offense the manufacture, cultivation, distribution, 9 possession or use of a controlled substance or controlled substance analog, 10 and the date of conviction is on or after July 1, 2013, such person shall thereby become forever ineligible to receive any cash assistance under this 11 12 subsection unless such conviction is the person's first conviction. First-13 time offenders convicted under federal or state law of any offense that is classified as a felony by the law of the jurisdiction and has as an element 14 15 of such offense the manufacture, cultivation, distribution, possession or 16 use of a controlled substance or controlled substance analog, and the date of conviction is on or after July 1, 2013, such person shall become 17 18 ineligible to receive cash assistance for five years from the date of 19 conviction.

(6) Except for hearings before the Kansas department for children
and families, the results of any drug screening administered as part of the
drug screening program authorized by this subsection shall be confidential
and shall not be disclosed publicly.

(7) The secretary for children and families may adopt such rules andregulations as are necessary to carry out the provisions of this subsection.

26 (8) Any authority granted to the secretary for children and families
27 under this subsection shall be in addition to any other penalties prescribed
28 by law.

29 (9) As used in this subsection:

(A) "Cash assistance" means cash assistance provided to individuals
under the provisions of article 7 of chapter 39 of the Kansas Statutes
Annotated, and amendments thereto, and any rules and regulations adopted
pursuant to such provisions.

(B) "Controlled substance" means the same as in K.S.A. 21-5701, and
amendments thereto, and 21 U.S.C. § 802.

- 36 (C) "Controlled substance analog" means the same as in K.S.A. 2137 5701, and amendments thereto.
- 38

Sec. 2. K.S.A. 2023 Supp. 39-709 is hereby repealed.

Sec. 3. This act shall take effect and be in force from and after itspublication in the statute book.