SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

Article - Health - General

15-124.

- (a) (1) The Department shall maintain a Maryland Pharmacy Assistance Program for low income individuals whose:
- (i) Assets are not more than {1.5} 4.9 times the amount of accountable resources according to the asset schedule of the Maryland Medical Assistance Program; and
 - (ii) Gross annual income does not exceed:
- 1. $\{\$4,600\}$ \$12,200 plus \$500 for each individual over 1 in a family unit; and
- 2. An annual increase set by the Secretary under paragraph (2)(ii)4 of this subsection.
- (2) (i) 1. In this paragraph the following words have the meanings indicated.
- 2. "Income disregard" means the exclusion of up to \$1,000 of annual income earned by an individual as a client of a sheltered workshop if the individual's sole other income is derived from a Social Security payment.
- 3. "Sheltered workshop" means a workshop licensed by the Developmental Disabilities Administration under Title 7, Subtitle 9 of the Health General Article.
- $\mbox{\ \ (ii)\ \ }$ For the purpose of paragraph (1) of this subsection, the Secretary shall:
- 1. In order to determine eligibility for the Maryland Pharmacy Assistance Program, deduct any income disregards from the countable gross income of a unit that contains a disabled individual;
 - 2. Define excluded assets;
 - 3. Establish a family unit structure; and
- 4. Beginning July 1, £1985] 2001, increase annually at the time Social Security benefits are increased, rounded to the next highest even \$50 level, the income level within which an individual is eligible for benefits under the Maryland Pharmacy Assistance Program by the larger of:
- A. The percentage by which benefits under Title II of the Social Security Act (42 U.S.C. 401–433) are increased by the federal government due to cost-of-living changes as that percentage is reported in the Federal Register pursuant to 42 U.S.C. 415(I)(2)(D) but not to exceed 8 percent; or