



State of New Jersey

**DEPARTMENT OF HUMAN SERVICES
DIVISION OF MEDICAL ASSISTANCE AND HEALTH SERVICES**

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MEDICAID COMMUNICATION NO. 90-23

DATE: December 28, 1990

TO: County Welfare Agency Directors

SUBJECT: January 1, 1991 Income Levels for Medicaid Only

REFERENCE: Medicaid Only Manual, N.J.A.C. 10:71-5.4, 5.5, 5.6 and 5.7

Attached, in Office of Administrative Law format, are revisions to the Medicaid Only Manual relating to the new eligibility standards and deeming computation amounts. These changes reflect the 5.4 percent Federal cost-of-living adjustment to the SSI eligibility standards. In anticipation of their adoption, we are sharing these new figures with you to be used in eligibility determinations effective January 1, 1991. You will be immediately advised should these new figures not be adopted. Upon adoption of these revisions, replacement pages to the Manual will be issued.

You will note that, in Table A, Item 3., Spouse-to-Spouse Deeming, two of the figures have increased more than would normally occur with a cost-of-living. The affected figures are the eligibility levels for residential health care facilities and "living in the household of another". The new figures result from two federal court cases: Livermore v. Heckler and Bouchard v. Secretary. Those cases required that the formula by which the deeming computation amounts are derived be changed. The formula change affected only the two figures in New Jersey.

Questions should be referred to field service staff assigned to your county.

Sincerely,

Saul M. Kilstein
Director

SMK:RHH
Attachment

cc: Marion E. Reitz, Director
Division of Economic Assistance

Nicholas Scalera, Acting Director
Division of Youth and Family Services

Full text of the emergency adoption and concurrent proposal follows (additions indicated in underline thus; deletions indicated in brackets [thus]).

10:71-5.4 Includable income

- (a) Any income which is not specifically excluded under the provisions of N.J.A.C. 10:71-5.3 shall be includable in the determination of countable income. Such income shall include, but is not limited to the following:

1.-11. (No change.)

12. Support and maintenance furnished in-kind (community cases):
Support and maintenance encompasses the provision to an individual of his or her needs for food, clothing, and shelter at no cost or reduced value. Persons determined to be "living in the household of another" in accordance with N.J.A.C. 10:71-5.6 shall not be considered to be receiving in-kind support and maintenance as the income eligibility levels have been reduced in recognition of such receipt. Persons not determined to be "living in the household of another" who receive in-kind support and maintenance shall be considered to have income in the amount of:

\$[148.67] 155.67 for an individual

\$[213.00] 223.33 for a couple

i. (No change.)

13. (No change.)

(b) (No change.)

10:71-5.5 Deeming of income

(a)-(f) (No change.)

(g) A table for deeming computation amounts follows:

TABLE A

Deeming Computation Amounts

1. Living allowance for each ineligible child \$[193.00] 203.00

2.	Remaining income amount	Head of Household	Receiving Support and Maintenance
		\$[193.00] <u>203.00</u>	\$[128.67] <u>135.33</u>

3. Spouse to Spouse Deeming - Eligibility Levels

a.	Residential Health Care Facility	\$[729.05] <u>1,095.05</u>
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b. Eligible individual

living alone with
ineligible spouse \$[793.36] 839.36

c. Living alone or with
others \$[610.25] 641.25

d. Living in the house-
hold of another \$[430.31] 499.76

4. Parental Allowance -
Deeming to Children

	Remaining income is:	1 Parent	Parent & Spouse of Parent
a.	Earned only	\$[772.00] <u>814.00</u>	\$[1,158.00] <u>1,220.00</u>
b.	Unearned only	\$[386.00] <u>407.00</u>	\$[579.00] <u>610.00</u>
c.	Both earned and unearned	\$[386.00] <u>407.00</u>	\$[579.00] <u>610.00</u>

10:71-5.6 Income eligibility standards

(a) and (b) (No change.)

(c) Non-institutional living arrangements

1.-4. (No change.)

5. Table B follows:

TABLE B

Variations in Living Arrangement	Medicaid Eligibility Income Standards	
	Individual	Couple
I. Residential Health		
Care Facility	\$(536.05) <u>557.05</u>	\$(1,053.36) <u>1,095.36</u>
II. Living Alone or		
with Others	\$(417.25) <u>438.25</u>	\$(604.36) <u>635.36</u>
III. Living alone with		
Ineligible Spouse	\$(604.36) <u>635.36</u>	
IV. Living in the House-		
hold of Another	\$(301.65) <u>315.65</u>	\$(479.09) <u>499.76</u>
V. Title XIX Approved Facility: \$(1,158.00) <u>1,221.00*</u>		
Includes persons in acute		
general hospitals, [skilled] nursing		

facilities, intermediate care
 facilities/mental retardation [(level A, B, and] (ICFMR)
 and licensed special hospitals
 (Class A,B,C) and Title XIX
 psychiatric hospitals (for
 persons under age under age 21
 and age 65 and over) or a
 combination of such facilities
 for a full calendar month.

*Gross income (that is, income prior to any income
 exclusions) is applied to this Medicaid "Cap".

(d)-(g) (No change.)

10:71-5.7 Deeming from sponsor to alien

(a)-(d) (No change.)

(e) To determine the amount of income to be deemed to an alien, the CWA shall proceed
 as follows:

1. (No change.)

2. Subtract \$[386.00] 407.00 for the sponsor, \$[579.00] 610.50 for the
 sponsor if living with his or her spouse, \$[772.00] 814.00 for the sponsor

if his or her spouse is a co-sponsor.

3. Subtract \$[193.00] 203.50 for any other dependent of the sponsor who is or could be claimed for Federal Income Tax purposes.

4. (No change.)

(f) (No change.)