

## 10.15 MEDICAID FOR DEEMED SSI RECIPIENTS (Categorically Needy, Mandatory)

**NOTE:** The spenddown provision does not apply.

Income eligibility is determined by SSA or the BMS Buy-In Unit for the following coverage groups: DAC, SGA, Essential Spouses, Pass-Throughs, Disabled Widows/Widowers and Drug Addicts/Alcoholics. See Section 16.6,B.

Only one Deemed SSI Recipient coverage group requires income calculations. Those eligible for PICKLE AMENDMENT COVERAGE (PAC) are addressed in this Section.

### A. BUDGETING METHOD

The only two times the budgeting methods in Section 10.6,E are used is in:

- Item C,1, Step 3.
- Item C,2, Step 3.

In other steps of the process, the Worker uses the actual RSDI amounts.

### B. INCOME DISREGARDS AND DEDUCTIONS

See Section 10.22,B for SSI disregards and deductions which are used for this coverage group.

### C. DETERMINING ELIGIBILITY

There are two methods by which eligibility as a PAC may be determined. Method 1 offers a shorter, simpler method, but, if its use results in ineligibility by \$20 or less, the Worker must use the more exact Method 2.

#### 1. Method 1

Step 1: Determine the last month in which the client was eligible for and received both RSDI and SSI.

Step 2: Using Appendix E, find the percentage that applies to that month and multiply the present amount of the client and/or

spouse's RSDI by that percentage.

Step 3: Add any other current countable income.

Step 4: Apply the disregards and deductions from item B above. If the remaining amount is less than the current SSI maximum payment, the client is financially eligible.

**EXAMPLE:** Mr. Doe received RSDI/SSI for several years until his SSI stopped in December, 1989. His current RSDI amount is \$701. Using the amount found in Appendix E,  $\$501 \times .695 = \$487$ , which is less than the current SSI payment rate of \$531. Mr. Doe has no other income. He is financially eligible as a PAC.

**NOTE:** If the client is ineligible by \$20 or less, Method 2 must be used as the final eligibility determination.

## 2. Method 2

To determine an individual's financial eligibility under Method 2, the Worker must first determine the cumulative RSDI COLA's of the applicant and/or his spouse, which were received since SSI eligibility was lost.

Step 1: Divide the current RSDI benefit amount by the percentage amount of the previous year's COLA. This percentage is found in Appendix E. This procedure determines the individual's RSDI benefit level prior to the most recent COLA.

Step 2: Repeat the process in Step 1 for each COLA received after the individual lost SSI eligibility. This produces the RSDI amount the client received when he lost SSI eligibility.

**EXAMPLE:** 1992 RSDI amount,  $\$456 \div 1.037$   
= \$439, RSDI amount prior to  
1/92 COLA

RSDI amount before 1/92 COLA  $\div$   
1.054 = \$416, RSDI amount  
before 1/91 COLA

RSDI amount before 1/91 COLA  $\div$   
1.047 = \$397, RSDI amount  
before 1/90 COLA

- Step 3: Determine the client's current non-excluded income.
- Step 4: Apply appropriate disregards and deductions to the income determined in Steps 2 and 3.
- Step 5: If countable income is less than the current maximum SSI payment amount, and all other SSI requirements are met, the client is eligible for Medicaid under PAC.

#### D. SPECIAL SITUATIONS

##### 1. Self-Employment

Gross profit is determined the same way it is for AFDC Medicaid. See Section 10.7,D. After gross profit is determined, it is treated as SSI-Related earned income.

##### 2. Annual Contract Employment

Annual contract employment is treated the same way it is for AFDC Medicaid. See Section 10.7,D.

##### 3. Educational Income

Educational income is treated the same way it is for AFDC Medicaid. See Section 10.7,D.

4. Deeming

Income is deemed from an ineligible spouse the same way it is deemed for SSI-Related Medicaid cases. See Section 10.22,D,4,a.

5. Strikers

The presence of a striker has no bearing on PAC eligibility.

6. Irregular Income

Regardless of the source, irregular income is not counted because it cannot be anticipated.

7. Lump Sum Payments

Lump sum payments are counted as unearned income in the month received.

8. Withheld Income

Withheld income is treated the same way it is for SSI-Related Medicaid. See Section 10.22,D.

9. Funds Diverted To A PASS

Funds diverted to a PASS account are excluded.

10. Unstated Income

There is no provision that allows for counting unstated income.

11. Spenddown

This is no spenddown provision.

12. Unavailable Income

Income intended for the client, but received by another person with whom he does not live, when the individual receiving this income refuses to make it available, is excluded.

13. Income Received For A Non-Income Group Member

Income received by a member of the Income Group, which is intended and used for the care and maintenance of an individual whose income is not used in determining the eligibility of the payee's AG, is excluded as income.