

<b>10.1</b>	<b>DEFINITIONS.....</b>	<b>1</b>
<b>10.2</b>	<b>INTRODUCTION.....</b>	<b>8</b>
<b>10.3</b>	<b>CHART OF INCOME SOURCES.....</b>	<b>10</b>
A.	ACE .....	11
B.	ADOPTION ASSISTANCE .....	11
C.	ADULT FAMILY CARE PROVIDER INCOME .....	11
D.	ADVANCE PAY .....	11
E.	AGENT ORANGE PAYMENT PROGRAM .....	11
F.	AGRICULTURAL STABILIZATION AND CONSERVATION PROGRAMS....	11
G.	ALASKAN NATIVE CLAIMS SETTLEMENT ACT PAYMENTS.....	11
H.	ALLOTMENTS DIVERTED FROM: .....	11
1.	Military.....	11
2.	Job Corps.....	11
I.	AMERICORPS.....	12
J.	ANNUITY PAYMENTS .....	13
K.	BASIC ALLOWANCE FOR HOUSING .....	13
L.	CASH CONTRIBUTIONS FROM:.....	14
1.	Individuals .....	14
2.	Charitable Organizations.....	14
M.	CHILD SUPPORT.....	15
1.	Current .....	15
2.	Arrearages .....	16
N.	CHORE SERVICE PROVIDER INCOME .....	16
O.	COMMISSIONS .....	16

---

P.	COMMUNITY DEVELOPMENT BLOCK GRANTS AND LOANS .....	16
Q.	DAY CARE AND OTHER CARE PROVIDER INCOME.....	16
R.	DEATH INSURANCE BENEFITS .....	17
S.	DEPOSITS INTO A BANK ACCOUNT .....	17
T.	DISABILITY BENEFITS FROM EMPLOYER.....	17
U.	DISASTER ASSISTANCE .....	17
V.	DIVIDENDS .....	17
W.	DOMESTIC VOLUNTEER ACT OF 1973 .....	18
X.	DRS FUNDS.....	18
Y.	EITC.....	19
Z.	EDUCATIONAL INCOME .....	19
AA.	EMERGENCY ASSISTANCE FROM DHHR .....	19
BB.	EMERGENCY CHILD CARE PROVIDER INCOME .....	20
CC.	EMPLOYMENT.....	20
DD.	ENERGY ASSISTANCE PAYMENTS OTHER THAN LIEAP .....	24
EE.	FACTOR XIII OR IX BLOOD PRODUCTS LITIGATION.....	24
FF.	FHA; FmHA .....	24
GG.	FOOD STAMPS.....	24
HH.	FOSTER CARE PAYMENTS.....	25
II.	FOSTER GRANDPARENTS PROGRAM .....	25
JJ.	GUARDIANSHIP PAYMENTS.....	25
KK.	GSYP .....	25

LL.	HEMOPHILIA/AIDS SETTLEMENTS AND FUNDS.....	26
1.	Factor XIII Or IX Blood Products Litigation.....	26
2.	Ricky Ray Funds .....	26
3.	Walker v. Bayer Settlements.....	26
MM.	HUD .....	27
NN.	INCOME PROTECTION INSURANCE PROCEEDS .....	27
OO.	INCOME TAX REFUNDS .....	27
1.	Refunds .....	27
2.	Economic Stimulus Tax Rebate for 2007 .....	27
PP.	INDEPENDENT LIVING SUBSIDY.....	27
QQ.	INDIAN SETTLEMENT INCOME.....	28
RR.	IN-KIND PAYMENTS.....	28
SS.	INSURANCE PROCEEDS.....	28
TT.	INTEREST INCOME.....	29
UU.	JOB CORPS .....	29
VV.	LIEAP.....	29
WW	LOANS.....	30
XX.	MEDICAL INSURANCE REIMBURSEMENTS .....	31
YY.	NAZI PERSECUTION VICTIMS PAYMENTS.....	32
ZZ.	OLDER AMERICANS ACT .....	32
AAA.	PENSIONS .....	32
BBB.	PERSONAL CARE PROVIDER INCOME .....	32
CCC.	PERSONAL INJURY AWARDS .....	32
DDD.	RAILROAD RETIREMENT.....	32
EEE.	RENTER'S INSURANCE PROCEEDS.....	32

---

FFF.	REIMBURSEMENTS.....	32a
GGG.	RELOCATION PAYMENTS .....	32a
HHH.	RENT AND/OR UTILITY SUPPLEMENTS.....	32a
III.	RENTAL INCOME .....	32b
JJJ.	REPLACEMENT OF PROPERTY BENEFITS.....	33
KKK.	RETIREMENT BENEFITS.....	33
LLL.	RICKY RAY FUNDS.....	33
MMM.	RSDI.....	33
NNN.	ROOMER/BOARDER PROVIDER INCOME.....	33
OOO.	ROYALTIES .....	33
PPP.	RSVP.....	33
QQQ.	SALE OF PROPERTY.....	34
RRR.	SCORE.....	34
SSS.	SICK BENEFITS FROM EMPLOYER .....	34
TTT.	SOCIAL SECURITY PAYMENTS.....	34
UUU.	SPOUSAL SUPPORT OR ALIMONY.....	34
VVV.	SSI.....	35
WWW.	STRIKE BENEFITS .....	36
XXX.	TANF PAYMENTS .....	37
YYY.	THIRD-PARTY PAYMENTS.....	38
ZZZ.	TITLE XIX MEDICAID WAIVER PAYMENTS.....	38
AAAA.	TRUST ACCOUNT DISBURSEMENTS .....	38
BBBB.	UCI .....	39

CCCC.	UNIFORM GIFTS TO MINORS ACT .....	39
DDDD.	UNSTATED INCOME .....	39
EEEE.	UNIVERSITY YEAR OF ACTION.....	39
FFFF.	URBAN CRIME PREVENTION PROGRAM.....	39
GGGG.	U.S. ACTION AGENCY.....	39
HHHH.	U.S. SAVINGS BONDS.....	39
IIII.	VACATION PAY .....	39
JJJJ.	VETERAN'S COMPENSATION OR PENSION .....	40
KKKK.	VICTIM COMPENSATION PAYMENTS.....	41
LLLL.	VISTA AND AMERICORPS VISTA .....	41
MMMM.	<u>WALKER v. BAYER</u> SETTLEMENTS .....	42
NNNN.	WIA.....	42
OOOO.	WIC .....	42
PPPP.	WINNINGS .....	42
QQQQ.	WORKERS' COMPENSATION .....	42
RRRR.	WV LOCAL HOUSING AUTHORITIES .....	43
SSSS.	WV WORKS .....	43
TTTT.	YOUTHBUILD PROGRAM.....	44
<b>10.4</b>	<b>FOOD STAMP PROGRAM.....</b>	<b>45</b>
A.	BUDGETING METHOD .....	45
B.	INCOME DISREGARDS AND DEDUCTIONS.....	58

## Income

1.	Earned Income Disregard .....	59
2.	Standard Deduction .....	59
3.	Dependent Care Deduction.....	59
4.	Child Support Deduction .....	60
5.	Homeless Shelter Standard Deduction .....	61
6.	Medical Expenses .....	62
	a.    Allowable Expenses .....	62
	b.    Consideration of Medical Bills .....	64
	c.    Medical Deduction for Residents of Group Living Facilities.....	67
	d.    Categorically Eligible, Retroactive SSI Approvals .....	67
7.	Shelter/Utility Deduction.....	67
	a.    Shelter Costs.....	69
	b.    Standard Utility Allowance (SUA) .....	70
	c.    Categorically Eligible, Retroactive SSI Approvals .....	76
C.	DETERMINING ELIGIBILITY AND BENEFIT LEVEL .....	76a
	1.    Determining Eligibility.....	76a
	2.    Determining Countable Income.....	76a
	3.    Determining The Amount Of The Benefit .....	78
D.	SPECIAL SITUATIONS .....	78
	1.    Categorical Eligibility .....	78
	2.    Expedited Service .....	79
	3.    Destitute AG's .....	79
	4.    Income From Self-Employment.....	80
	a.    Determining Gross Income.....	81
	b.    Determining Gross Profit .....	82
	5.    Migrant Farm Laborers With Seasonal Employment.....	87
	6.    Annual Contract Employment.....	87
	7.    Educational Income.....	87
	8.    Deeming.....	88
	a.    Deeming From Disqualified and Ineligible Individuals .....	88
	b.    Failure To Comply With Public Assistance Requirements .....	93
	9.    Strikers.....	96
	10.    Irregular Income .....	99
	11.    Lump Sum Payments.....	99
	12.    Withheld Income .....	99
	13.    Funds Diverted To A PASS.....	100a
	14.    Unstated Income .....	100a
	15.    Spenddown .....	100
	16.    Unavailable Income.....	101
	17.    Income Received For A Non-Income Group Member .....	101

18.	Income Received From Military Personnel Deployed to a Designated Combat Zone .....	101
<b>10.5</b>	<b>RESERVED FOR FUTURE USE .....</b>	<b>102</b>
<b>10.6</b>	<b>GENERAL INCOME INFORMATION FOR MEDICAID COVERAGE GROUPS ...</b>	<b>103</b>
A.	UNCOMPENSATED TRANSFERS OF INCOME .....	103
B.	BUDGETING METHOD .....	103
C.	CATEGORICAL ELIGIBILITY, EXPEDITED SERVICES, DESTITUTE AG=S AND MIGRANT FARM WORKERS .....	117
<b>10.7</b>	<b>AFDC MEDICAID (Categorically Needy, Mandatory) .....</b>	<b>118</b>
A.	BUDGETING METHOD .....	118
B.	INCOME DISREGARDS AND DEDUCTIONS .....	131
1.	Earned Income.....	131
2.	Unearned Income.....	134
C.	DETERMINING ELIGIBILITY AND BENEFIT LEVEL .....	134
1.	Determining Eligibility - 185% Of Need Test .....	134
2.	Determining Need - 100% Of Need Test.....	135
3.	Determining Countable Income .....	136
D.	SPECIAL SITUATIONS .....	136
1.	Categorical Eligibility .....	136
2.	Expedited Service .....	136
3.	Destitute AG=s.....	137
4.	Self-Employment Income .....	137
a.	Determining Gross Income.....	137
b.	Determining Gross Profit .....	138
5.	Migrant Farm Laborers With Seasonal Employment.....	140
6.	Annual Contract Employment.....	140
7.	Educational Income.....	141
8.	Deeming.....	143
9.	Strikers.....	146
10.	Irregular Income .....	146
11.	Lump Sum Payments .....	147
12.	Withheld Income .....	153

13.	Funds Diverted To A Pass .....	153
14.	Unstated Income .....	153
15.	Spenddown .....	153
16.	Unavailable Income.....	154
17.	Income Received For A Non-Income Group Member .....	154
18.	Income Received From Military Personnel Deployed to a Designated Combat Zone .....	154
<b>10.8</b>	<b>RESERVED FOR FUTURE USE .....</b>	<b>155</b>
<b>10.9</b>	<b>TRANSITIONAL MEDICAID (TM) (Categorically Needy, Mandatory) .....</b>	<b>156</b>
A.	SELF-EMPLOYMENT.....	156
B.	ANNUAL CONTRACT EMPLOYMENT .....	156
C.	EDUCATIONAL INCOME .....	156
D.	DEEMING .....	156
E.	STRIKERS.....	157
F.	IRREGULAR INCOME.....	157
G.	LUMP SUM PAYMENTS .....	157
H.	WITHHELD INCOME.....	157
I.	FUNDS DIVERTED TO A PASS.....	157
J.	UNSTATED INCOME .....	157
K.	SPENDDOWN .....	157
L.	UNAVAILABLE INCOME .....	157
M.	INCOME RECEIVED FOR A NON-INCOME GROUP MEMBER .....	157
N.	Income Received From Military Personnel Deployed to a Designated Combat Zone.....	158
<b>10.10</b>	<b>MEDICAID FOR QUALIFIED CHILDREN, REGARDLESS OF BIRTHDATE (Categorically Needy, Mandatory - Born On Or After 10/1/83; Optional - Born Prior to 10/1/83).....</b>	<b>158a</b>

A.	INCOME DISREGARDS AND DEDUCTIONS.....	158
1.	Earned Income.....	158
2.	Unearned Income.....	158
3.	From Remaining Income.....	160
B.	DETERMINING ELIGIBILITY.....	160
1.	General Rules .....	161
2.	Specific Steps .....	161
C.	SPECIAL SITUATIONS .....	162
1.	Self-Employment.....	162
2.	Annual Contract Employment.....	163
3.	Educational Income.....	163
4.	Deeming.....	163
5.	Strikers .....	163
6.	Irregular Income .....	163
7.	Lump Sum Payments .....	163
8.	Withheld Income .....	163
9.	Funds Diverted To A PASS.....	163
10.	Unstated Income .....	164
11.	Spenddown .....	164
12.	Unavailable Income.....	164
13.	Income Received For A Non-Income Group Member .....	164
14.	Income Received From Military Personnel Deployed to a Designated Combat Zone .....	164
<b>10.11</b>	<b>MEDICAID FOR POVERTY-LEVEL PREGNANT WOMEN (Categorically Needy, Mandatory) .....</b>	<b>165</b>
A.	INCOME DISREGARDS AND DEDUCTIONS.....	165
1.	Earned Income.....	165
2.	Unearned Income.....	165
B.	DETERMINING ELIGIBILITY.....	165
C.	SPECIAL SITUATIONS .....	166
1.	Self-Employment.....	166
2.	Annual Contract Employment.....	166
3.	Educational Income.....	166

<p>4. Deeming.....167</p> <p>5. Strikers.....168</p> <p>6. Irregular Income.....168</p> <p>7. Lump Sum Payments.....168</p> <p>8. Withheld Income.....168</p> <p>9. Funds Diverted To A PASS.....168</p> <p>10. Unstated Income.....168</p> <p>11. Spenddown.....169</p> <p>12. Unavailable Income.....169</p> <p>13. Income Received For A Non-Income Group Member.....169</p> <p>14. Income Received From Military Personnel Deployed to a Designated Combat Zone.....169</p>	
<b>10.12 MEDICAID FOR POVERTY-LEVEL CHILDREN UNDER AGE 1, AGES 1-5 AND AGES 6-18 IF BORN ON OR AFTER 10/1/83 (Categorically Needy, Mandatory) .....</b>	<b>170</b>
A. INCOME DISREGARDS AND DEDUCTIONS.....	170
1. Earned Income.....	170
2. Unearned Income.....	170
B. DETERMINING ELIGIBILITY.....	172
C. SPECIAL SITUATIONS .....	173
1. Self-Employment.....	173
2. Annual Contract Employment.....	173
3. Educational Income.....	173
4. Deeming .....	173
5. Strikers.....	173
6. Irregular Income.....	173
7. Lump Sum Payments.....	173
8. Withheld Income .....	174
9. Funds Diverted To A PASS.....	174
10. Unstated Income .....	174
11. Spenddown .....	174
12. Unavailable Income.....	174
13. Income Received For A Non-Income Group Member .....	174
14. Income Received From Military Personnel Deployed to a Designated Combat Zone .....	174
<b>10.13 MEDICAID FOR CONTINUOUSLY ELIGIBLE NEWBORNS (Categorically and Medically Needy, Mandatory).....</b>	<b>175</b>

<b>10.14</b>	<b>MEDICAID FOR SSI RECIPIENTS (Categorically Needy, Mandatory).....</b>	176
<b>10.15</b>	<b>MEDICAID FOR DEEMED SSI RECIPIENTS (Categorically Needy, Mandatory) .....</b>	177
A.	BUDGETING METHOD .....	177
B.	INCOME DISREGARDS AND DEDUCTIONS.....	177
C.	DETERMINING ELIGIBILITY.....	177
1.	Method 1 .....	177
2.	Method 2 .....	178
D.	SPECIAL SITUATIONS .....	179
1.	Self-Employment.....	179
2.	Annual Contract Employment.....	179
3.	Educational Income.....	179
4.	Deeming.....	179
5.	Strikers .....	179
6.	Irregular Income .....	179
7.	Lump Sum Payments .....	179
8.	Withheld Income .....	179
9.	Funds Diverted To A PASS.....	179
10.	Unstated Income .....	180
11.	Spenddown .....	180
12.	Unavailable Income.....	180
13.	Income Received For A Non-Income Group Member .....	180
14.	Income Received From Military Personnel Deployed to a Designated Combat Zone .....	180a
<b>10.16</b>	<b>MEDICAID FOR QUALIFIED MEDICARE BENEFICIARY (QMB), SPECIFIED LOW-INCOME MEDICARE BENEFICIARY (SLIMB) AND QUALIFIED INDIVIDUALS (QI-1) (Categorically Needy, Mandatory).....</b>	181
A.	INCOME DISREGARDS AND DEDUCTIONS.....	181
B.	DETERMINING ELIGIBILITY.....	181
C.	SPECIAL SITUATIONS .....	182
1.	Self-Employment.....	182
2.	Annual Contract Employment.....	182

3.	Educational Income.....	182
4.	Deeming .....	182
5.	Strikers.....	182
6.	Irregular Income .....	182
7.	Lump Sum Payments.....	182
8.	Withheld Income .....	182
9.	Funds Diverted To A PASS.....	183
10.	Unstated Income .....	183
11.	Spenddown .....	183
12.	Unavailable Income.....	183
13.	Income Received For A Non-Income Group Member .....	183
14.	Income Received From Military Personnel Deployed to a Designated Combat Zone .....	183
<b>10.17</b>	<b>MEDICAID FOR QUALIFIED DISABLED WORKING INDIVIDUALS (QDWI)</b>	
	(Categorically Needy, Mandatory) .....	184
A.	INCOME DISREGARDS AND DEDUCTIONS.....	184
B.	DETERMINING ELIGIBILITY.....	184
C.	SPECIAL SITUATIONS .....	184
<b>10.18</b>	<b>MEDICAID FOR ILLEGAL ALIENS (Categorically Needy, Mandatory)</b>	185
<b>10.19</b>	<b>MEDICAID FOR CHILDREN WITH DISABILITIES, COMMUNITY SERVICE PROGRAM (CDCS) (Categorically Needy, Optional)</b>	186
A.	INCOME DISREGARDS AND DEDUCTIONS.....	186
B.	DETERMINING ELIGIBILITY.....	186
C.	SPECIAL SITUATIONS .....	186
1.	Self-Employment.....	186
2.	Annual Contract Employment.....	186
3.	Educational Income.....	186
4.	Deeming .....	186
5.	Strikers.....	186
6.	Irregular Income .....	187
7.	Lump Sum Payments.....	187
8.	Withheld Income .....	187
9.	Funds Diverted To A PASS.....	187
10.	Unstated Income .....	187
11.	Spenddown .....	187

12.	Unavailable Income.....	187
13.	Income Received For A Non-Income Group Member .....	187
14.	Income Received From Military Personnel Deployed to a Designated Combat Zone .....	187
<b>10.20</b>	<b>AIDS SPECIAL PHARMACY PROGRAM (Categorically Needy, Optional) .....</b>	<b>188</b>
A.	BUDGETING METHOD .....	188
B.	INCOME DISREGARDS AND DEDUCTIONS.....	188
C.	DETERMINING ELIGIBILITY.....	188
D.	SPECIAL SITUATIONS .....	188
<b>10.21</b>	<b>AFDC-RELATED MEDICAID (Medically Needy, Mandatory for Children and Optional For Parents).....</b>	<b>189</b>
A.	BUDGETING METHOD .....	189
B.	INCOME DISREGARDS AND DEDUCTIONS.....	189
1.	Earned Income.....	189
2.	Unearned Income.....	190
C.	DETERMINING ELIGIBILITY.....	191
D.	SPECIAL SITUATIONS .....	192
1.	Self-Employment.....	192
2.	Annual Contract Employment.....	192
3.	Educational Income.....	192
4.	Deeming .....	193
5.	Strikers.....	197
6.	Irregular Income .....	197
7.	Lump Sum Payments.....	197
8.	Withheld Income .....	198
9.	Funds Diverted To A PASS.....	198
10.	Unstated Income .....	198
11.	Spenddown .....	198
a.	Procedures .....	198
b.	Whose Medical Expenses May Be Used.....	201
c.	Allowable Spenddown Expenses.....	202
12.	Unavailable Income.....	205

13.	Income Received For A Non-Income Group Member .....	205
14.	Income Received From Military Personnel Deployed to a Designated Combat Zone .....	205
<b>10.22</b>	<b>SSI-RELATED MEDICAID (Medically Needy, Mandatory).....</b>	<b>206</b>
A.	BUDGETING METHOD .....	206
B.	INCOME DISREGARDS AND DEDUCTIONS.....	206
1.	Earned Income.....	206
2.	Unearned Income.....	208
C.	DETERMINING ELIGIBILITY.....	209
D.	SPECIAL SITUATIONS .....	210
1.	Self-Employment.....	210
2.	Annual Contract Employment.....	210
3.	Educational Income.....	210
4.	Deeming .....	210
5.	Strikers.....	216
6.	Irregular Income .....	216
7.	Lump Sum Payments.....	216
8.	Withheld Income .....	216
a.	From Earned Income.....	216
b.	From Unearned Income.....	216
9.	Funds Diverted To A PASS.....	216
10.	Unstated Income .....	217
11.	Spenddown .....	217
a.	Procedures .....	217
b.	Whose Medical Expenses May Be Used.....	219
c.	Allowable Spenddown Expenses .....	220
12.	Unavailable Income.....	223
13.	Income Received For A Non-Income Group Member .....	223
14.	Income Received From Military Personnel Deployed to a Designated Combat Zone .....	223
<b>10.23</b>	<b>RESERVED FOR FUTURE USE .....</b>	<b>224</b>
<b>10.24</b>	<b>WV WORKS .....</b>	<b>225</b>
A.	BUDGETING METHOD .....	225

B.	INCOME DISREGARDS AND DEDUCTIONS.....	237
1.	Earned Income.....	237
a.	Earned Income Disregard.....	237
b.	Dependent Care Deduction .....	237
2.	Unearned Income.....	238
C.	DETERMINING ELIGIBILITY AND BENEFIT LEVEL.....	239
1.	Determining Eligibility - 100% Of Need Test .....	239
2.	Child Support Incentive (CSI).....	239
3.	Determining Countable Income.....	241
D.	SPECIAL SITUATIONS .....	242
1.	Categorical Eligibility .....	242
2.	Expedited Service .....	242
3.	Destitute AGs.....	242
4.	Self-Employment Income .....	242
a.	Determining Gross Income.....	243
b.	Determining Gross Profit .....	244
5.	Migrant Farm Laborers With Seasonal Employment.....	246
6.	Annual Contract Employment.....	246
7.	Educational Income.....	247
8.	Deeming.....	247
a.	Ongoing Income .....	247
b.	Lump Sum Payment.....	247
9.	Strikers.....	247
10.	Irregular Income .....	247
11.	Lump Sum Payments.....	247
12.	Withheld Income .....	254
13.	Funds Diverted To A Pass .....	254
14.	Unstated Income .....	254
15.	Spenddown .....	255
16.	Unavailable Income.....	255
17.	Income Received For A Non-Income Group Member .....	255
18.	Income Received From Military Personnel Deployed to a Designated Combat Zone .....	255
<b>19.</b>	<b>Income Received From The United States Census Bureau.....</b>	<b>255</b>

<b>APPENDIX A</b>	<b>INCOME LIMITS.....</b>	<b>A-1</b>
<b>APPENDIX B</b>	<b>STANDARD DEDUCTIONS AND ALLOWANCES FOR THE FOOD STAMP PROGRAM .....</b>	<b>B-1</b>
<b>APPENDIX C</b>	<b>BASIS OF FOOD STAMP ISSUANCE.....</b>	<b>C-1</b>
<b>APPENDIX D</b>	<b>FOOD STAMP AND WV WORKS PRORATION TABLE .....</b>	<b>D-1</b>
<b>APPENDIX E</b>	<b>PAC ELIGIBILITY - METHOD 1 AND METHOD 2.....</b>	<b>E-1</b>
<b>APPENDIX F</b>	<b>WEST VIRGINIA WORKS REDUCTION SCHEDULES.....</b>	<b>F-1</b>