

Service Chapter: Medicaid 510-03 and 510-05

Effective Date: May 14, 2024

Overview

Updating Disregarded Income and Medicaid Extended Benefits.

Description of Changes

1. Extended Medicaid Benefits 510-03-50-10 - Change

Removing verbiage per review of CFR and the Social Security Act requirements.

2. Disregarded Income 510-03-85-30 - Change

Removing content related to the end date of clinic trial income.

3. Disregarded Income 510-05-85-30 - Change

Removing content related to the end date of clinic trial income.

Policy Section Updates

1. Extended Medicaid Benefits 510-03-50-10

A Parent(s) or caretaker relative who ceases to be eligible under the Parent/caretaker for Family Coverage category and who meets the requirements of this section, may continue to be eligible for Medicaid benefits without making further application for Medicaid.

Note: Children eligible under one of the child categories, will remain eligible under that category when a parent or caretaker relative becomes Extended Medicaid Eligible.

1. When at least one parent or caretaker relative, who was eligible under the Parent/caretaker or Family Coverage categories in at least three of the six months immediately preceding the month in which the parent/ caretaker relative became ineligible as a result (wholly or partly) of the collection or increased collection of spousal support (alimony) continue eligible for Medicaid for four calendar months if:
 - a. The household has a child living in the home that meets the children's coverage age requirements; and
 - b. The caretaker relative remains a resident of the state.
2. If an extended Medicaid Benefits case closes for loss of state residency and the household returns to the state and reapplies while still in the four-month period, eligibility may be re-established for the remainder of the period.
3. A household that seeks to demonstrate eligibility in the Parent/caretaker category in at least three of the six months immediately preceding the month in which the household became ineligible must have been eligible in this state in the month immediately preceding the month in which the household became ineligible. Eligibility from another state may be substituted for the other two months. Verification of eligibility in another state is required.
4. If a parent or caretaker relative was included as eligible in the Parent/caretaker category the month eligibility under the Parent/caretaker category ended, that individual is included in the Extended Medicaid Benefits. **No individuals may be added into Extended Medicaid Benefits.**

~~The following individuals are also eligible for Extended Medicaid Benefits:~~

- ~~a. Children, deprived or non-deprived~~
 - ~~i. Who meet the age requirements under the Children category, and~~
 - ~~ii. Who are born, adopted, or who enter the home of a caretaker relative during the fourth month period, and~~

~~iii. Who are not eligible under one of the children categories.~~

~~b. Parents who are absent from the household when the family became ineligible under the Parent/caretaker relative and their spouses category but who return during either period.~~

~~**Example:** Mom is eligible under Parent/caretaker relative and their spouses (child is eligible under children category) from January through April. Dad moves in during the month of April, and is not eligible under Parent/caretaker relative and their spouses category. His earnings make mom and dad ineligible under the Parent/caretaker relative and their spouses category for May, so mom is eligible for Extended Medicaid Benefits beginning May.~~

~~**Note:** Dad is NOT eligible for Extended Medicaid Benefits because he was not covered under the Parent/ caretaker relative and their spouses category in the month coverage under the Parent Caretaker relative and their spouses category ended.~~

~~5. Children who no longer meet the age requirements are not eligible for Extended Medicaid Benefits.~~

2. Disregarding Income 510-03-85-30

52. The first \$2,000 received by an individual age 19 and over as compensation for participation in a clinical trial for rare diseases or conditions meeting the requirements of Section 1612(b)(26) of the Act. This disregard is only allowed if approved by the Medicaid Eligibility Unit. ~~and will expire on October 5, 2015~~

3. [510-05-85-30]

46. The first \$2,000 received by an individual age 19 and over as compensation for participation in a clinical trial for rare diseases or conditions meeting the requirements of Section 1612(b)(26) of the Act. This disregard is only allowed if approved by the Medicaid Eligibility Unit ~~and will expire on October 5, 2015;~~