



State of New Jersey

DEPARTMENT OF HUMAN SERVICES
DIVISION OF MEDICAL ASSISTANCE AND HEALTH SERVICES
PO Box 712
TRENTON, NEW JERSEY 08625-0712

DONALD T. DiFRANCESCO
Acting Governor

JAMES W. SMITH, JR.
Acting Commissioner
DEBORAH C. BRADLEY
Acting Director
1-800-356-1561

MEDICAID COMMUNICATION NO. 01 - 15 DATE: August 31, 2001

TO: County Welfare Directors
Institutional Services Section Supervisors
Statewide Eligibility Determination Agency

SUBJECT: 10:69 AFDC Medicaid
10:70 Medically Needy (AFDC-Related segments)
10:72 New Jersey Care...Special Medicaid Programs
(AFDC-Related segments)
10:79 NJ KidCare Plan A

The purpose of this Communication is to clarify the sibling income deeming policy in determining eligibility of parents and children for the above-mentioned AFDC-related Medicaid programs.

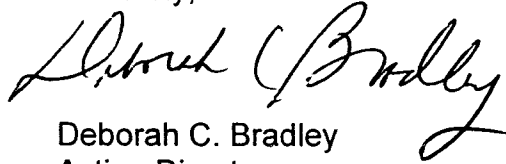
A provision found under N.J.A.C. 10:69, Subchapter 10.35 (c), states that "any family whose eligibility is denied or terminated as a result of deeming of a sibling's or stepparent's income shall have its AFDC-related Medicaid eligibility evaluated without regard to that individual's needs or income. "

When a family is found to be Medicaid ineligible because of the inclusion of a child's income, such as Social Security benefits, child support payments or other income, Medicaid for those other family members must be reevaluated without regard to the child(ren) whose income caused the ineligibility. Therefore, the child is excluded from the household unit when determining eligibility for those other members.

Also, as a result of applying this policy, any child(ren) who was excluded from the family will be reevaluated for NJ FamilyCare coverage, determining eligibility for that child based upon a household consisting of all family members and their incomes, including the child. You may have a situation where the child with income may have other than Plan A coverage.

Please address any questions regarding this Communication to field staff assigned to your counties.

Sincerely,

A handwritten signature in black ink, appearing to read "Deborah C. Bradley". The signature is fluid and cursive, with the first name "Deborah" and last name "Bradley" clearly distinguishable.

Deborah C. Bradley
Acting Director

DCB:S

c: George DiFerdinando, M.D., Acting Commissioner
William Conroy, Deputy Commissioner
Department of Health and Senior Services

David Heins, Director
Division of Family Development

Charles Venti, Director
Division of Youth and Family Services