

2840 - IV-E BUDGETING

POLICY STATEMENT	IV-E Budgeting procedures are used as the financial eligibility step when determining IV-E Foster Care or IV-E Adoption Assistance (AA) Medicaid eligibility at review.
BASIC CONSIDERATIONS	<p>This is the second of two budgets that must be worked in establishing IV-E eligibility. This budget is also used at the six-month review of IV-E Foster Care eligibility. The AU size used in IV-E budgeting is always one, as the child is in placement.</p> <p>A unique Gross Income Ceiling (GIC) and Standard of Need (SON) are used for IV-E financial determinations.</p> <p>AFDC policy is used in determining gross and net countable income.</p>
PROCEDURES	<p>IV-E Budget Follow the steps below to determine the final financial eligibility for IV-E child.</p> <p>Step 1 Apply all of the child's countable resources to the \$10,000 resource limit. If the child is under the resource limit, proceed to Step 2. If the child is over the resource limit, the child is ineligible for IV-E. Complete a Continuing Medicaid Determination (CMD).</p> <p>Step 2 Apply all gross countable income of the IV-E child to the IV-E GIC test. Reference Section 2499 – Treatment of Income.</p> <p>NOTE: Exclude SSI benefits received by a IV-E child in determining eligibility.</p> <p>Allow the \$50.00 child support disregard in determining the child's eligibility for IV-E.</p> <p>When siblings or half siblings receive child support from the same absent parent, each child is entitled to the \$50.00 child support disregard in his/her own AU.</p>

**PROCEDURES
(cont.)**

- Step 3** If the child's gross income is less than the IV-E GIC, continue with the IV-E budgeting process.
- If the gross income is equal to or greater than the IV-E GIC, deny IV-E and complete a CMD.
- NOTE:** Do not complete a CMD for a SSI child found ineligible for IV-E.
- Step 4** Subtract all AFDC deductions from the gross countable income.
- Step 5** Compare the net countable income, after allowing deductions, to the IV-E SON.
- If the net income is less than the SON, approve the child for IV-E Foster Care or Adoption Assistance. Report the net countable earned income to the Social Services Case Manager (SSCM).
- If the net income is greater than or equal to the SON, complete a CMD. Report eligibility determination to the SSCM.
- NOTE:** Do not complete a CMD for a SSI child found ineligible for IV-E.
- Use this chart for determining IV-E GIC test and SON.

STANDARD OF NEED	Child's Age	Daily Rate X 30	SON
	Birth through 5	\$14.60 X 30 =	\$438.00
	6 through 12	\$16.50 X 30 =	\$495.00
	13 and older	\$18.80 X 30 =	\$564.00
GROSS INCOME CEILING (185% of SON)	Child's Age		GIC
	Birth through 5		\$810.30
	6 through 12		\$915.75
	13 and older		\$1043.40