**Medical Assistance Deductible:**

* Ineligible for MA only because of excess monthly income (MEH 24.2)
* Can be backdated up to 3 months prior to the month of application
* Six month deductible period (MEH 24.3)
* Monthly overage x 6 = Deductible amount
* No MA certification until deductible is met
* Meets deductible by using medical and remedial expenses (MEH 24.7.1)

**Monthly Overage Computation:**

***Gross earnings***

Subtract (-) $65 & ½ disregard (Gross earnings - $65/2 = Countable income + $65)

Add (+) Gross unearned income

Subtract (-) Child support/maintenance

Subtract (-) $20 disregard

= **Net Income**

**Net Income** minus (-) 100% FPL = **Monthly Overage**

Deductible = **Monthly Overage** X 6

**Countable Costs (MEH 24.7.1.1):**

* Medical Expenses – services or goods that have been prescribed or provided by a professional medical practitioner regardless of whether the services or goods are covered by Medicaid (i.e. deductibles, co-pays, bills for services not covered by Medicaid)
* Remedial Expenses – services or goods that are provided for the purpose of relieving, remedying, or reducing a medical or health condition (i.e. Case Management, Day care, housing modifications, etc.)
* Ambulance service and other medical transportation
* Medical insurance premiums paid by a member of the fiscal test group
* Medical bills paid by a party not legally liable to pay them
* Medical services received at a Hill-Burton facility
* In-kind payments
* Medical or remedial expenses that are paid or will be paid by a state, county, city, or township administered program that meets the conditions detailed in MEH 24.7.1 #3
* SeniorCare Enrollment Fees

**Conditions:**

* Still owed sometime during the current deductible period
* Paid or written off sometime during the current deductible period
* Paid or written off sometime during the deductible period that immediately precedes and borders on the current deductible period
* Paid or written off sometime during the three months prior to the date of application
* Past medical bills incurred for someone the client is legally responsible for if that individual could be counted in the client’s group

# Notes

* Need current verification of the expense and liability, including date of service
* For Medicare recipients, can’t apply the expense until the Medicare EOB is received
* Expense cannot be counted if already used to meet a prior deductible which resulted in MA certification
* Income changes prior to MA certification will change the deductible amount.
* Can prepay all or part of the deductible
* Call Center – Prior to using AGMD to set the deductible, check that assets have been requested and verified. Enter a ? on Other Assets and add text stating, “Please submit verification of any assets you may have, including but not limited to Bank Accounts, Vehicles, Life Insurance, and/or Burial Assets.”

**Setting the deductible**

1. Check to be sure assets are current.
2. Go to HOD. TRAN code AGMD, PARMS Case number
3. Establish MA Deductible screen appears



**Hit PF24 (shift + F12)**

**Enter begin month and year**

1. Overage amounts auto populate.
2. Notice auto generates with the amount of the deductible.