

State of New Jersey

DEPARTMENT OF HUMAN SERVICES
DIVISION OF MEDICAL ASSISTANCE AND HEALTH SERVICES
P.O. Box 712
Trenton, NJ 08625-0712

JENNIFER VELEZ
Commissioner

VALERIE HARR *Director*

CHRIS CHRISTIE

Governor

KIM GUADAGNO Lt. Governor

MEDICAID COMMUNICATION NO. 11-05 DATE: June 8, 2011

TO: County Welfare Agency Directors

Institutional Services Section (ISS) Area Supervisors

SUBJECT: Post-Eligibility Treatment of Income – 2011 Adjusted Utility

Allowance

N.J.A.C. 10:71-5.7

In determining the amount that may be deducted from the income of an institutionalized Medicaid eligible individual for the maintenance of a community spouse, consideration is given to the excess shelter expenses of the community spouse. When calculating the amount of the shelter expenses, the standard utility allowance is utilized when the community spouse directly incurs utility charges.

As you are aware, these utility allowances are the same as those applicable in determining eligibility under the authority of the Division of Family Development's (DFD) Supplemental Nutrition Assistance Program (SNAP), formerly named the Federal Food Stamp program. DFD has announced that the allowances that will be effective April 1, 2011 will be decreased from previous years.

Therefore, a utility allowance of **\$365.00** shall be included as a shelter expense, which is a decrease from the previous two years' allowance of \$411.00. Additionally, in years past, there has been a separate utility allowance based on what kind of utility charges that the community spouse incurred; this is no longer the case, and the \$365.00 utility allowance will be utilized in all cases where a community spouse directly incurs utility expenses.

Please apply the standard utility allowance for all new cases and cases subject to redetermination when calculating for the maintenance of a community spouse and completing the applicable PR-1 forms. This change shall be applied prospectively.

If you have any questions regarding this Medicaid Communication, please refer them to the Division's Office of Eligibility Policy field service staff for your agency at 609-588-2556.

Sincerely,

Valerie Harr Director

c: Jennifer Velez, Commissioner Department of Human Services

Kevin Martone, Deputy Commissioner Department of Human Services

Joseph Amoroso, Director Division of Disability Services

Jeanette Page-Hawkins, Director Division of Family Development

Dawn Apgar, Deputy Commissioner Division of Developmental Disabilities

Allison Blake, Commissioner Department of Children and Families

Mary E. O'Dowd, Acting Commissioner Kathleen M. Mason, Assistant Commissioner Department of Health and Senior Services