



Governor

Phyllis Biedess
Director

ARIZONA HEALTH CARE COST CONTAINMENT SYSTEM
Committed to Excellence in Health Care

November 22, 2000

Rick Fenton
Deputy Director of Family and Children's Health Program Group
7500 Security Boulevard
Health Care Financing Administration
Baltimore, MD 21244

Linda Minamoto
Associate Regional Administrator
Health Care Financing Administration
Medicaid State Operations Branch
75 Hawthorne Street, 5th Floor
San Francisco, CA 94105

Dear Mr. Fenton and Ms. Minamoto:

Enclosed is the State Plan Amendment (SPA) 00-02 revision which was requested by Nancy Fasciano. The change (shaded area) occurs under the "Income" section, in the last bullet:

"For income from self-employment, the agency accepts the self-employed person's income tax records accompanied by the person's statement that current income is consistent with the tax records. ~~In the absence of income tax records,~~ the agency accepts the self-employed person's itemized accounts. When itemized accounts are not available the agency accepts the self-employed person's declaration of proceeds and subtracts expenses that are verified by vendors or other creditors."

If you have any questions about the enclosed SPA, please contact me at (602) 417-4447.

Sincerely,

Lynn Dunton
Assistant Director
Office of Policy Analysis and Coordination

Enclosure

ATTACHMENT G FAMILY & INCOME OVERVIEW

Total gross monthly income will be determined at the time of application and redetermination. Family includes the following categories of persons when residing together:

- A married couple and children of either one or both
- An unmarried couple with a common child and other children of either one or both
- A single parent and his or her children
- A child under age 19 who does not live with a parent
- A child and an unborn of the child is included in its parent's household
- Grandparent or other non-parent relatives of a child are not considered part of the household. A child living with a grandparent or other relative instead of a parent will be its own household.

INCOME

- The families' total gross monthly income after excluding any payments and grants, as specified in 20 CFR Part 416, the Appendix to Subpart K, will be counted. No other income deductions or disregards will be applied when determining gross income.
- In determining the eligibility for a qualified alien, income of any person who executed an affidavit of support on behalf of the qualified alien and the income of the spouse, of the sponsoring individual, shall be counted as family household income.
- The agency accepts the declaration of income provided on the application. The agency will not perform additional verification, unless there are inconsistencies with information already available to the agency or obtained through data matching or the income is from self-employment.
- For income from self-employment, the agency accepts the self-employed person's income tax records accompanied by the person's statement that current income is consistent with the tax records. In the absence of income tax records, the agency accepts the self-employed person's itemized accounts. When itemized accounts are not available the agency accepts the self-employed person's declaration of proceeds and subtracts expenses that are verified by vendors or other creditors.