DEPARTMENT OF HEALTH AND HUMAN SERVICES
HEALTH CARE FINANCING ADMINISTRATION

FORM APPROVED
OMB NO. 0938-0193

TRANSMITTAL AND NOTICE OF APPROVAL OF STATE PLAN MATERIAL

HEALTH CARE FINANCING ADMINISTRATION

1. TRANSMITTAL NUMBER: 0 0 — 2 5

2. STATE: NC

3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)

TO: REGIONAL ADMINISTRATOR
HEALTH CARE FINANCING ADMINISTRATION
DEPARTMENT OF HEALTH AND HUMAN SERVICES

4. PROPOSED EFFECTIVE DATE: October 1, 2000

5. TYPE OF PLAN MATERIAL *(Check One)*:

☐ NEW STATE PLAN ☐ AMENDMENT TO BE CONSIDERED AS NEW PLAN ☒ AMENDMENT

COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT *(Separate Transmittal for each amendment)*

6. FEDERAL STATUTE/REGULATION CITATION:
Section 1902(r)(2) of the Act

7. FEDERAL BUDGET IMPACT:
a. FFY 2000 $ 0 (minimal impact)
b. FFY ____ $ ____

8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT:
Supplement 8b to Attachment 2.6-A

9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT *(If Applicable)*:
Supplement 8b to Attachment 2.6-A

10. SUBJECT OF AMENDMENT:
Family & Children's Medicaid Reserve Policy

11. GOVERNOR'S REVIEW *(Check One)*:

☒ GOVERNOR'S OFFICE REPORTED NO COMMENT
☐ COMMENTS OF GOVERNOR'S OFFICE ENCLOSED
☐ NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL
☒ OTHER, AS SPECIFIED:

12. SIGNATURE OF STATE AGENCY OFFICIAL:

13. TYPED NAME:
O. David Bruton, MD

14. TITLE:
Secretary

15. DATE SUBMITTED:
December 29, 2000

16. RETURN TO:
Office of the Secretary
Department of Health & Human Services
2001 Mail Service Center
Raleigh, North Carolina 27699-2001

FOR REGIONAL OFFICE USE ONLY

17. DATE RECEIVED: December 29, 2000

18. DATE APPROVED: January 16, 2001

PLAN APPROVED - ONE COPY ATTACHED

19. EFFECTIVE DATE OF APPROVED MATERIAL: October 1, 2000

20. SIGNATURE OF REGIONAL OFFICIAL:

21. TYPED NAME: Eugene A. Cramer

22. TITLE: Associate Regional Administrator
Division of Medicaid and State Operations

23. REMARKS:

FORM HCFA-179 (07-92)

Instructions on Back

STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

State: North Carolina

MORE LIBERAL METHODS OF TREATING RESOURCES

UNDER SECTION 1902(r)(2) OF THE ACT

_____ Section 1902(f) State X Non-Section 1902(f) State

1. OPTIONAL CATEGORICALLY NEEDY DESCRIBED IN 1902(a)(10) (A) (ii) AND MEDICALLY NEEDY AGED, BLIND AND DISABLED INDIVIDUALS AND QUALIFIED MEDICARE BENEFICIARIES AND SPECIFIED LOW-INCOME MEDICARE BENEFICIARIES AND QUALIFYING INDIVIDUAL AND QUALIFIED DISABLED WORKING INDIVIDUAL.
Methodologies less restrictive than SSI.

   a. The value of personal effects and-household goods are not counted.
   b. The current market value for real property is the tax assessed value. The tax assessed value may be reduced if evidence is provided providing that the current market value is less than the tax assessed value.
   c. For individuals not receiving optional State Supplements, the value of life estate interest in real property is not counted.
   d. For individuals not receiving optional State Supplements, the value of tenancy in common interest in real property is not counted.
   e. Value of burial plots are not counted.
   f. The cash value of life insurance when the total face value of all cash value bearing life insurance policies does not exceed ten thousand dollars is not counted.

2. MEDICALLY NEEDY AGED. BLIND AND DISABLED INDIVIDUALS--
Methodologies less restrictive than SSI

   a. Personal property is exempt if it is income producing and produces a profit.
   b. Individuals with resources in excess of the resource limit at the first moment of the month may become eligible at the point that resources are reduced to the allowable limit.
   c. Non-business real property is exempt if it produces a net profit of 6% on the equity value.
   d. Value of burial plots are not counted.
   e. The cash value of life insurance when the total face value of all cash value bearing life insurance policies does not exceed ten thousand dollars is not counted.

3. CATEGORICALLY AND MEDICALLY NEEDY AFDC RELATED INDIVIDUALS
Methodologies less restrictive than AFDC

   a. The value of real property is not counted.
   b. The value of one vehicle per adult is not counted.
   c. The value of trusts funds, burial contracts and retirement accounts is not counted.