

**REFERENCE
INCOME****LIF BUDGETING METHODOLOGY
EARNED INCOME DISREGARD**

A full explanation of the Earned Income Disregard is found in the **INCOME LIF BUDGETING METHODOLOGY**.

The earned income disregard is adjusted annually to reflect changes in the poverty level:

Year	Percentage
Effective June 1, 2004	53%
Effective June 1, 2005	54%
Effective June 1, 2006	55%
Effective June 1, 2007	57%
Effective June 1, 2008	28% *

* The 2008 level is adjusted downward to reflect the substantial increase in the Medicaid Standard.