

**INCOME  
ADC-RELATED BUDGETING METHODOLOGY**

**DETERMINATION OF ELIGIBILITY**

**Policy:** ADC-related budgeting is used to determine eligibility for persons who meet the following categorical requirements and who are ineligible under LIF budgeting:

- Families with dependent children under age 21;
- Persons under age 21;
- Pregnant women; and
- FNP parents.

Eligibility is determined by comparing the net available income of the A/R to the Medically Needy Income level, or the Medicaid Standard (and MBL Living Arrangement Chart, as appropriate) whichever is most beneficial. (See **REFERENCE MEDICALLY NEEDED INCOME AND FEDERAL POVERTY LEVELS**), whichever is higher. For pregnant women and children under specified ages, income may be compared to the federal poverty level. (See **REFERENCE MEDICALLY NEEDED INCOME AND FEDERAL POVERTY LEVELS**)

<b>References:</b>	SSL Sect.	366
	Dept. Reg.	360-4.2 360-4.6(a)(3)
	ADMS	OMM/ADM 97-2 91 ADM-8 90 ADM-9
	INFs	98 OMM/INF-02
	GISs	08 MA/022 91MA041 90MA063

**Interpretation:** ADC-related eligibility is determined as follows:

- (1) Determine the A/R's household size by counting those persons who are applying and their legally responsible relatives (See **OTHER ELIGIBILITY REQUIREMENTS HOUSEHOLD COMPOSITION ADC-RELATED HOUSEHOLD**).