

**INCOME
ALLOCATION**

Allocation to	Allocation Amount*	How Determined
Non-SSI Child	\$275	Difference between Medicaid income standard for one and two
Single parent (regardless of category)	\$512	Federal SSI Benefit Rate (FBR) for one
Two parents (regardless of category)	\$769	SSI Federal Benefit Rate (FBR) for two
An SSI-related parent and a non-SSI-related parent residing with an SSI-related child and a non-SSI-related child	\$792	The Federal SSI Benefit Rate (FBR) for two, living alone, plus the SSI State supplement for one, living with others

*** Effective 1/1/00**

Interpretation:

Allocation is the first step in the SSI-related budgeting process. Allocation is used in the family situations previously described. Allocation is **not** used when determining eligibility for:

- a single SSI-related person living alone;
- an adult couple one or both of whom may be SSI-related; or
- SSI-related parents living with a non-SSI-related child.

- (1) The process of allocating to non-SSI-related children is as follows:
 - (a) The amount allocated to each non-SSI-related child is the difference between the Medicaid income level for two and the Medicaid income level for an individual (see page 114);

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- (b) This allocation amount is offset on a dollar for dollar basis by any other income the child receives in his/her own right (whether or not the child is applying);
 - (c) In determining eligibility for an SSI-related adult, the remaining allocation amount, not offset by the non-SSI-related child's own income, is allocated from the unearned income of the non-SSI-related parent after deducting any court-ordered support paid by the non-SSI-related spouse from his/her unearned income. When the non-SSI-related parent does not have sufficient unearned income to meet the allocation, the remaining allocation is made from the non-SSI-related parent's earned income after deducting any court-ordered support paid by the non-SSI-related spouse from his/her earned income.
 - (d) In determining eligibility for an SSI-related child, the remaining allocation amount not offset by the non-SSI-related child's own income is allocated from the unearned income of the parents after deducting any court-ordered support paid by the non-SSI-related spouse from his/her unearned income. When the parents do not have sufficient unearned income to meet the allocation, the remaining allocation is made from the non-SSI-related parents' earned income after deducting any court-ordered support paid by the non-SSI-related spouse from his/her earned income.
- (2) The process of allocating to parents is as follows:
- (a) In determining eligibility for an SSI-related child, after allocating to any non-SSI-related children, as shown above in step (1), the remaining income of the parents, whether earned, unearned or a combination, is computed;

NOTE: If there is no allocation to any non-SSI-related child, subtract any court-ordered support paid by either parent before combining the parents' earned and unearned income.