

Enclosure 3 - BBA 1997 SMD Letter Dated December 15, 1997

PROGRAM MEMORANDUM Medicaid State Agencies Department of Health and Human

Services Health Care Financing Administration Transmittal No. 97-3 Date December 1997

TO: STATE AGENCIES ADMINISTERING MEDICAL ASSISTANCE PROGRAMS

SUBJECT: TITLE XIX OF THE SOCIAL SECURITY ACT, PAYMENT OF MEDICARE PART B PREMIUMS

STATUTORY REFERENCES o Sections 1902(a)(10)(E), 1905(p)(3)(a)(ii), and 1933 of the Social Security Act.

BACKGROUND: o Section 4732 of the Balanced Budget Act of 1997 establishes a capped allocation for each of five years beginning January 1998, to States for payment of Medicare Part B premiums for two new mandatory eligibility groups of low-income Medicare beneficiaries, called Qualifying Individuals or QIs.

This preprint includes the pages necessary for implementation of this provision. States should submit these pages to the HCFA Regional Administrator for approval. If you require legislation (other than appropriating funds) in order to amend your State plan, request a delayed effective date through the regional office. Provide sufficient documentation, including an Attorney General's opinion, to demonstrate that State legislation is required in accordance with section 4759 of the Balanced Budget Act.

ACTION REQUIRED: Replace or add the attached pages to the current pages of the state plan.

STATES--Text Pages Delete Insert Pages 21, 21a, 29a, and 29b Pages 21, 21a, 29a and 29b

HCFA-Pub. 17

Revision: HCFA-PM-97-3 (CMSO)

December 1997

State: _____

Citation 3.1 Amount, Duration, and Scope of Services (a)(3) Other Required Special Groups: Qualified Medicare Beneficiaries 1902(a)(10)(E)(I) Medicare cost sharing for qualified and clause (VIII) Medicare beneficiaries described in of the matter section 1905(p) of the Act is provided only as indicated in item 3.2 of this following (F), plan. this and 1905(p)(3) of the Act

1902(a)(10) (a)(4)(I)Other Required Special Groups: Qualified (E)(ii) and Disabled and Working Individuals 1905(s) of the Act Medicare Part A premiums for qualified disabled and working individuals described in section 1902(a)(10)(E)(ii) of the Act are provided as indicated in item 3.2 of this plan. 1902 (a)(10) (ii)Other Required Special Groups: Specified (E)(iii) and Low-Income Medicare Beneficiaries 1905(p)(3)(A)(ii) of the Act Medicare Part B premiums for specified low-income Medicare beneficiaries described in section 1902(a)(10)(E)(iii) of the Act are provided as indicated in item 3.2 of this plan. 1902 (a)(10) (iii)Other Required Special Groups:Qualifying (E)(iv)(I) and Individuals 1905(p)(3) (A)(ii), and 1933 of the Act Medicare Part B premiums for qualifying individuals described in 1902(a)(10)(E)(iv) (I) and subject to 1933 of the Act are provided as indicated in item 3.2 of this plan. TN No. Supersedes Approval Date Effective Date

TN No. Enclosure 3 continued 21a Revision: HCFA-PM-97-3 (CMSO) December 1997 State: _____ 1902(a)(10) (iv) Other Required Special Groups: Qualifying (E)(iv)(II), 1905(p)(3) Individuals - 2 (A)(iv)(II), 1905(p)(3) the Act The portion of the amount of increase to the Medicare Part B premium attributable to the Home Health provisions for qualifying individuals described in 1902(A)(10)(E)(iv) (II) and subject to 1933 of the Act are provided as indicated in item 3.2 of this plan. 1925 of the (a)(5) Other Required Special Groups: Families Act Receiving Extended Medicaid Benefits Extended Medicaid benefits for families described in section 1925 of the Act are provided as indicated in item 3.5 of this plan. TN No. Supersedes Approval Date Effective Date

29a Revision: HCFA-PM-97-3 (CMSO) December 1997 State: _____ Citation 1902(a)(10)(E)(ii) (ii)Qualified Disabled and Working and 1905(s) of the Act Individual (QDWI) The Medicaid agency pays Medicare Part A premiums under a group premium payment arrangement, subject to any contribution required as described in ATTACHMENT 4.18-E, for individuals in the QDWI group defined in item A.26 of ATTACHMENT 2.2-A of this plan. 1902(a)(10)(E)(iii) (iii)Specified Low-Income Medicare and 1905(p)(3)(A)(ii) Beneficiary (SLMB) of the Act The Medicaid agency pays Medicare Part B premiums under the State buy- in process for individuals in the SLMB group defined in item A.27 of ATTACHMENT 2.2-A of this plan. 1902(a)(10)(E)(iv)(I), (iv)Qualifying Individual-1 1905

(p)(3)(A)(ii), and (QI-1) 1933 of the Act The Medicaid agency pays Medicare Part B premiums under the State buy- in process for individuals described in 1902(a)(10)(E)(iv)(I) and subject to 1933 of the Act. 1902(a)(10)(E)(iv)(II), (v) Qualifying Individual-2 1905(p)(3)(A)(ii), and (QI-2) 1933 of the Act The Medicaid agency pays the portion of the amount of increase to the Medicare Part B premium attributable to the Home Health Provision to the individuals described in 1902(a)(10) (E)(iv)(II) and subject to 1933 of the Act. TN No. Supersedes Approval Date Effective Date

TN No. Enclosure 3 continued 29b Revision: HCFA-PM-97-3 (CMSO) December 1997 State:

_____ Citation 1843(b) and 1905(a) (vi)Other Medicaid Recipients of the Act and 42 CFR 431.625 The Medicaid agency pays Medicare Part B premiums to make Medicare Part B coverage available to the following individuals: All individuals who are: (a) receiving benefits under titles I, IV-A, X, XIV, or XVI (AABD or SSI); b) receiving State supplements under title XVI; or c) withing a group listed at 42 CFR 431.625(d)(2). Individuals receiving title II or Railroad Retirement benefits. Medically needy individuals (FFP is not available for this group). 1902(a)(30) and (2) Other Health Insurance 1905(a) of the Act The Medicaid agency pays insurance premiums for medical or any other type of remedial care to maintain a third party resource for Medicaid covered services provided to eligible individuals (except individuals 65 years of age or older and disabled individuals, entitled to Medicare Part A but not enrolled in Medicare Part B). TN No. Supersedes Approval Date Effective Date TN No.