

CHANGE NOTICE FOR MANUAL NO. 08-04, TREATMENT OF SEVERANCE PAY

DATE: OCTOBER 10, 2003

Manual: Aged, Blind, and Disabled Medicaid

Change No: 08 - 04

To: County Directors of Social Services

Effective: November 1, 2003

I. BACKGROUND & CONTENT OF CHANGE

We have had a number of questions about how to treat severance pay. MA-2250, Income, has been updated to add severance pay as countable unearned income.

II. EFFECTIVE DATE AND IMPLEMENTATION

There previously has been no official policy on severance pay. Apply the new policy to applications taken on or after November 1 or currently being processed. Apply the new policy to redeterminations scheduled on or after November 1 or currently being processed.

III. MAINTENANCE OF MANUAL

MA-2250, Income

Remove MA-2250, pages 55 through 58.

Insert attached [MA-2250](#), pages 55 through 58, revised 11/01/03.

If you have any questions, please contact your Medicaid Program Representative.

Gary Fuquay
Acting Director

[This material was researched and written by Andy Wilson, Project Coordinator, and Susan Ryan, Medicaid Policy Consultant, Medicaid Eligibility Unit.]