

THE 2017 OHIO MEDICAID MANUAL
TABLE OF CONTENTS

CHAPTER 1	APPLICABLE LAW
CHAPTER 2	DEFINITIONS
CHAPTER 3	MEDICARE
CHAPTER 4	MEDICAID CRITERIA FOR NURSING HOME AND WAIVER PROGRAMS
CHAPTER 5	COMMUNITY SPOUSE MONTHLY INCOME ALLOWANCE AND FAMILY ALLOWANCE
CHAPTER 6	PATIENT LIABILITY
CHAPTER 7	TRANSFER OF ASSETS
CHAPTER 8	TRUSTS
CHAPTER 9	ANNUITIES
CHAPTER 10	PROMISSORY NOTES
CHAPTER 11	CAREGIVER AGREEMENTS
CHAPTER 12	PASSPORT PROGRAM
CHAPTER 13	ASSISTED LIVING WAIVER PROGRAM
CHAPTER 14	LONG-TERM CARE PARTNERSHIP
CHAPTER 15	DURABLE FINANCIAL POWER OF ATTORNEY
CHAPTER 16	PLANNING STRATEGIES FOR A SINGLE PERSON
CHAPTER 17	PLANNING STRATEGIES FOR A MARRIED COUPLE
CHAPTER 18	MODIFIED ADJUSTED GROSS INCOME (MAGI)
CHAPTER 19	APPLICATION AND APPEAL PROCESS
CHAPTER 20	MAINTAINING ELIGIBILITY
CHAPTER 21	TAX CONSIDERATIONS
CHAPTER 22	ESTATE RECOVERY
CHAPTER 23	PRACTICE CASES
CHAPTER 24	MEDICAID UPDATES
CHAPTER 25	VA AID & ATTENDANCE PENSION
INDEX	
APPENDIX A	OHIO ADMINISTRATIVE CODE –TEXT OF RELEVANT SECTIONS
APPENDIX B	OHIO DEPARTMENT OF MEDICAID – RELEVANT FORMS AND TABLES
APPENDIX C	TAPS FORMS AND TABLES

**THE 2017 OHIO MEDICAID MANUAL
TABLE OF CONTENTS**

CHAPTER 1 APPLICABLE LAW

Federal Law	1.1
State Law	1.1
Conversion from 209(b) to 1634.....	1.3

CHAPTER 2 DEFINITIONS

CHAPTER 3 MEDICARE

Introduction	3.1
Skilled Nursing Care Benefits	3.1
Criteria for Skilled Nursing Care Benefits	3.1
Examples of Skilled Nursing Care	3.2
Limited Coverage	3.6
The <i>Jimmo v. Sebelius</i> Settlement	3.7

CHAPTER 4 MEDICAID CRITERIA FOR NURSING HOME AND WAIVER PROGRAMS

Residency	4.1
Age or Disability	4.1
In Need of Medicaid-Funded Institutional Care	4.2
Income Eligibility	4.3
Asset Limits – Resources	4.4

CHAPTER 5 COMMUNITY SPOUSE MONTHLY INCOME ALLOWANCE AND FAMILY ALLOWANCE

Minimum Monthly Maintenance Needs Allowance (MMMNA).....	5.1
Excess Shelter Allowance (ESA).....	5.1
Family Allowance.....	5.2
Extreme Financial Duress	5.5
Increasing Spousal Income	5.6

CHAPTER 6 PATIENT LIABILITY

Nursing Home	6.1
Home and Community Based Services (HCBS) Waiver Program	6.2
Unpaid Past Medical Expenses	6.4
Prorated Partial Months	6.4

CHAPTER 7 TRANSFER OF ASSETS

Introduction.....	7.1
Improper Transfers.....	7.2
Exempt Transfers	7.5
Restricted Medicaid Coverage Period	7.8

CHAPTER 8 TRUSTS

Category 1, Self-settled Trusts Created Before August 11, 1993.....	8.1
Category 2, Self-settled Trusts Created On or After August 11, 1993	8.2

THE 2017 OHIO MEDICAID MANUAL
TABLE OF CONTENTS (continued)

Category 3, Exempt Trusts	8.6
Category 4, Third-Party Trusts	8.13
Category 5, Testamentary Trusts	8.18
Sole Benefit Trusts.....	8.18
What Law Applies?.....	8.19
Qualified Income Trust Forms.....	8.20
CHAPTER 9 ANNUITIES	
Introduction.....	9.1
Criteria	9.1
Purchase of Annuity Any Time by the Applicant or Applicant’s Spouse	9.4
Instructions to the Insurance Company.....	9.5
Purchase of Annuity In Lieu of SPLIMPA Appeal	9.6
Purchase of Annuity Combined with Gifting	9.7
Gifting / Annuity Planning Form.....	9.10
Annuity Flow Chart	9.11
CHAPTER 10 PROMISSORY NOTES	
Introduction.....	10.1
Available Asset or Improper Transfer?	10.1
Recalculation of Restricted Coverage Period	10.3
How to Apply the Gift / Promissory Note Method.....	10.3
Payments on Promissory Notes	10.4
Alternate Uses of Promissory Note Planning	10.5
Negotiable Promissory Note Form	10.6
Promissory Note Planning Form.....	10.7
CHAPTER 11 CAREGIVER AGREEMENTS	
Introduction.....	11.1
Validity – General Civil Context	11.2
Validity – Medicaid Context.....	11.4
Beware the Catch-All “Caregiver Otherwise Legally Obligated”	11.9
So, How Should a Caregiver Agreement be Drafted.....	11.10
CHAPTER 12 PASSPORT PROGRAM	
Introduction.....	12.1
Eligibility Requirements	12.1
PASSPORT Services	12.2
CHAPTER 13 ASSISTED LIVING WAIVER PROGRAM	
Introduction.....	13.1
Eligibility Requirements	13.1
Enrollment Date	13.2
Assisted Living Services.....	13.3

THE 2017 OHIO MEDICAID MANUAL
TABLE OF CONTENTS (continued)

CHAPTER 14	LONG-TERM CARE PARTNERSHIP	
	Introduction.....	14.1
	Eligibility Requirements	14.1
	Qualified Long-term Care Partnership (QLTCP) Program Considerations	14.2
CHAPTER 15	DURABLE FINANCIAL POWER OF ATTORNEY	
	Introduction.....	15.1
	Special Provisions.....	15.1
	Powers Requiring Express Authority.....	15.2
CHAPTER 16	PLANNING STRATEGIES FOR A SINGLE PERSON	
	The Planning Process.....	16.1
	Transfers More Than Five Years Before Application	16.2
	Exempt Transfers of the Home.....	16.5
	Transfers During the Look-back Period	16.6
CHAPTER 17	PLANNING STRATEGIES FOR A MARRIED COUPLE	
	Introduction.....	17.1
	The Planning Process.....	17.2
	Transfers More Than Five Years Before Application	17.3
	Planning During the Look-back Period	17.5
CHAPTER 18	MODIFIED ADJUSTED GROSS INCOME (MAGI)	
	Introduction.....	18.1
	Eligibility	18.1
	Patient Liability (Post Eligibility Treatment of Income).....	18.3
	Asset Test.....	18.3
	Spousal Impoverishment Rules.....	18.3
CHAPTER 19	APPLICATION AND APPEAL PROCESS	
	The Medicaid Application Process	19.1
	The State Hearing Process	19.5
CHAPTER 20	MAINTAINING ELIGIBILITY	
	Lump-sum Receipts	20.1
	Post-Eligibility Issues When There is No Spouse	20.3
	Post-Eligibility Issues When There is a Community Spouse	20.3
CHAPTER 21	TAX CONSIDERATIONS	
	Income.....	21.1
	Medical Expense Deductions.....	21.2
	Claiming a Parent as a Dependent	21.2
	Taxes on Sale of Home.....	21.3
	Trust Taxation.....	21.3
	Tax Free Exchanges of Insurance Contracts.....	21.4

THE 2017 OHIO MEDICAID MANUAL
TABLE OF CONTENTS (continued)

Annuities and Long-Term Riders – Tax Advantages	21.5
Qualified Long Term Care Insurance Proceeds	21.5
Household Care / Help.....	21.6
CHAPTER 22 ESTATE RECOVERY	
When Did the Program Begin.....	22.1
Who is Subject to Estate Recovery	22.1
What Benefits are Subject to Estate Recovery	22.1
When Does Estate Recovery Occur	22.2
When May a Lien be Filed and Against What Property May a Lien be Filed ..	22.2
What Property is Subject to Estate Recovery	22.3
How is the Program Administered.....	22.5
What is Undue Hardship.....	22.5
What is the Procedure After the Death of the Medicaid Recipient.....	22.6
What is a Transfer-on-Death Medicaid Estate Recovery Form.....	22.8
Who May Come Knocking on Your Client’s Door	22.8
What Can You Do to Make Sure That They Do Not Knock Again	22.8
How is the Value of a Life Estate Determined	22.8
CHAPTER 23 PRACTICE CASES	
CHAPTER 24 MEDICAID UPDATES	
OMM Chapter 2 - Definitions.....	24.2
OMM Chapter 4 - Medicaid Criteria	24.3
OMM Chapter 5 – CS Monthly Income Allowance and Family Allowance ...	24.21
OMM Chapter 6 - Patient Liability.....	24.23
OMM Chapter 7 - Transfer of Assets	24.27
OMM Chapter 8 - Trusts.....	24.52
OMM Chapter 9 - Annuities	24.61
OMM Chapter 11 - Caregiver Agreements	24.66
OMM Chapter 12 - PASSPORT Program	24.67
OMM Chapter 13 - Assisted Living Waiver Program.....	24.68
OMM Chapter 17 - Planning Strategies for a Married Couple.....	24.73
OMM Chapter 18 – Modified Adjusted Gross Income (MAGI)	24.74
OMM Chapter 19 – The Application and Appeal Process	24.76
OMM Chapter 20 - Maintaining Eligibility.....	24.81
OMM Chapter 22 - Estate Recovery	24.83
OMM Chapter 25 - VA Aid & Attendance / Pension.....	24.84
Medicaid Standards Update	24.85
CHAPTER 25 VA AID & ATTENDANCE PENSION	
Types of VA Disability Benefits.....	25.1
VA Pension	25.1
Claim Process.....	25.7
Planning	25.9

THE 2017 OHIO MEDICAID MANUAL
TABLE OF CONTENTS (continued)

Benefits Based on Prior Spouse’s Service Record	25.11
Pending Regulations	25.12
Important Information.....	25.14

INDEX

APPENDIX A OHIO ADMINISTRATIVE CODE –TEXT OF RELEVANT SECTIONS

APPENDIX B OHIO DEPARTMENT OF MEDICAID – RELEVANT FORMS AND TABLES

APPENDIX C TAPS FORMS AND TABLE