

Policy Clarification – Medicaid – Long Term Care PMN-18079-489

Submitted: 5/16

Agency: CAOs

Subject: Overlapping 902Z and 903Q TPLs on Long Term Care (LTC) records of recipients

Question: Should the CAO end date the 902Z TPL when adding a 903Q to the record of a recipient?

Response By: Division of Health Services

Yes, the CAO must manually end date the 902Z TPL effective one day prior to the 903Q begin date. Currently, eCIS does not calculate penalty periods or send notices for recipients of Long Term Care (LTC) or Home and Community Based Services (HCBS).

When a recipient of either LTC or HCBS has been found ineligible for payment of services due to a transfer for less than fair market value (FMV), the CAO must manually calculate the penalty period, **using the daily private pay rate at the time the penalty is being processed**. The penalty period begins the first day of the calendar month after the 15 day advance notice has expired.

Example: Mr. A is a recipient of LTC MA. At renewal it was discovered that he transferred his home to his son for \$1 within his renewal period. The home has a FMV of \$100,000. The FMV is divided by the average daily private pay rate at the time of processing the penalty, which is currently \$302.42. The \$100,000 FMV divided by the \$302.42 average daily private pay rate calculates to a 330 day ineligibility period for payment of LTC services. The CAO accesses the record through maintenance mode, and answers 'yes' to the LTL asset transfer question on the Resource Questions screen in eCIS. This entry will queue the 'LTL Asset Transfer' screen. The CAO will enter the information regarding the transfer, continue and commit the case. If the CAO enters the transfer on 5/13/16, the advance notice will expire 5/28/16; therefore, the penalty will begin 6/1/16 and expire 4/27/17. The CAO must then manually enter the 5/31/16 end date of the 902Z TPL and the 6/1/16 effective date of the 903Q.

When adding a 903Q TPL, it is crucial that the CAO end date the 902Z TPL the day before the 903Q is to begin. Currently there is no system edit to prevent both TPLs from running concurrently.

Step by step instructions, including screen shots, can be found in the LTC Desk Guide in the eCISance tab on the home page found at:

http://ecistance/eCISance/ISSL/WebHelp/DeskGuides/Long-Term_Care/LTC_Part_1/LTC_Desk_Guide_-_Part_1.htm