

DEPARTMENT OF HEALTH SERVICES

714/744 P STREET
P.O. BOX 942732
SACRAMENTO, CA 94234-7320
(916) 657-2941



November 2, 2001

**ERRATA TO MEDI-CAL ELIGIBILITY PROCEDURES MANUAL LETTER
NO.: 252 DATED OCTOBER 15, 2001**

TO: All Holders of the Medi-Cal Eligibility Procedures Manual

Incorrect filing instructions were given in manual letter number 252. The filing instructions have been corrected and are listed on the following page.

ARTICLE 22C-2 – DETERMINING SUBSTANTIAL GAINFUL ACTIVITY (SGA)

Enclosed is an update to Article 22C-2 regarding SGA. This section was updated to reflect the following changes:

1. Beginning January 1, 2001, the SGA amount for individuals with impairments other than blindness has been increased from \$700 to \$740. The Social Security Administration published final regulations in the Federal Register that require annual adjustments to the SGA amount to be based on the average wage index.

Since future adjustments to the SGA will most likely occur annually, the new SGA amount will only be stated on the first page of the SGA section in the Medi-Cal Eligibility Procedures Manual. Other references to the SGA amount will note "the current SGA amount."

2. The MC 272 (SGA Worksheet) and the MC 273 (Work Activity Report) have also been revised so that the actual SGA amount is no longer printed. Blank spaces have been inserted so that county staff will be able to insert the current SGA amount (the amount that is applicable at the time).
3. Section 4E was revised to clarify when in-kind income is considered as earned income for purposes of computing SGA.
4. All references, in this section, to SP-DED have been changed to reflect their current division name which is State Programs-Disability and Adult Programs Division (SP-DAPD).



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Page 2

Filing Instructions:

Remove Pages:

Article 22
Pages 22C-2.1 through 22C-2.13
Page 22C-4.11b and 22C-4.11c
Pages 22C-4.27 through 22C-4.29

Insert Pages:

Article 22
Pages 22C-2.1 through 22C-2.14b
Page 22C-4.11b and 22C-4.11c
Pages 22C-4.27 through 22C-4.29

If you have any questions, please contact Mr. Terry Durham, at (916) 657-2701.

Sincerely,

Original signed by

Shar Schroeffer, Chief
Medi-Cal Eligibility Branch

Enclosure