DEPARTMENT OF HEALTH SERVICES 714/744 P STREET S*CRAMENTO, CA 95814 _6) 445-1912



April 23, 1981

To: All County Welfare Directors

Letter No. 81-19

TREATMENT OF A MOBILE HOME OWNED BY A MEDI-CAL APPLICANT OR BENEFICIARY

Several questions and concerns have recently been raised regarding the effects the value of a mobile home has on the owner's Medi-Cal eligibility. Below, based upon current program regulations, is a description of those effects.

MOBILE HOME USED AS A HOME

The value of such mobile homes is exempt. This is in accordance with CAC, Title 22, Section 50425.

MOBILE HOME NOT USED AS HOME

The effects of the value of such mobile homes will vary depending upon the following circumstances found in regulations.

1. Mobile Homes Assessed as Real Property

Mobile homes which are assessed as real property are considered to be other real property in accordance with CAG, Title 22, Section 50463. The value of these mobile homes, combined with the value of any other real property holdings, is subject to the \$25,000 exemption specified in CAC, Title 22, Section 50427. The utilization requirements and utilization period outlined in CAC, Title 22, Section 50416 are also applicable.

2. Mobile Homes Not Assessed as Real Property

Mobile homes not assessed as real property are considered as personal property in accordance with CAC, Title 22, Section 50463. The value of such mobile homes is included in the property reserve unless the mobile homes meet the definition of "equipment, inventory, licenses and materials necessary for self-support." If this definition is met, the value of the mobile home may be exempt in accordance with CAC, Title 22, Section 50485.

If you have any questions contact your Medi-Cal Program Consultant.

Sincerely,

Original signed by

Barbara V. Carr, Acting Chief Medi-Cal Eligibility Branch

cc: Medi-Cal Liaisons Medi-Cal Program Consultants

Expiration Date: October 31, 1981