



State of New Jersey

**DEPARTMENT OF HUMAN SERVICES
DIVISION OF MEDICAL ASSISTANCE AND HEALTH SERVICES**

ADMINISTRATIVE OFFICES
QUAKERBRIDGE PLAZA—BUILDING 5 & 7 & 12
QUAKERBRIDGE ROAD
TRENTON, NEW JERSEY 08619

ADDRESS REPLY TO:
CN-712
TRENTON, NEW JERSEY 08625

MEDICAID COMMUNICATION NO: 89-20 DATE: September 8, 1989

TO: County Welfare Agency Directors

SUBJECT: Increased Earned Income Disregards for AFDC-Related New Jersey Care...Special Medicaid Programs

Effective October 1, 1989, the earned income disregards applicable in the AFDC program are to be modified. Because, with the exception of the \$30.00 and one-third disregard, the AFDC disregards are also used in the determination of AFDC-related New Jersey Care (including medically needy) eligibility, this communication is to advise you of the revised figures.

The standard work expense deduction increases from \$75.00 to \$90.00. Additionally, the child care deductions are increased and a payment differential is established based on the age of the child receiving the care. The new child care deductions from earned income are as follows:

	<u>Full-Time</u>	<u>Part-Time</u>
Children under age 2	\$200.00	\$150.00
Other children or dependents	\$175.00	\$135.00

This communication should be brought to the attention of all staff involved in making eligibility determinations for AFDC-related cases. Questions should be referred to the field service staff assigned to your county.

Sincerely,

Saul M. Kilstein
Director

SMK:RHd

cc: Marion E. Reitz, Director
Division of Economic Assistance

William Waldman, Director
Division of Youth and Family Services