

Arkansas Department of Human Services Division of County Operations

Donaghey Plaza South P.O. Box 1437 Little Rock, Arkansas 72203-1437 TDD (501) 682-8275

016.20,00 -- 008

The Honorable Sharon Priest Secretary of State State Capitol Room 017 Little Rock, AR 72201-1094

Re: Emergency Promulgation - MSP 2330-2348.3 Revision of ARKids Policy

Dear Ms. Priest:

Pursuant to Arkansas Code 20-76-201 et Seq., ARK. Code Ann. 20-15-201, et Seq., Ark.Code Ann. 9-10-120 & Act 849 of 1999, we are requesting an emergency promulgation of the attached rule that revises the guidelines for ARKids First Policy.

Act 849 of March 24, 1999, renews funding for ARKids First and revises the definition of uninsured to be less restrictive. The revision allows children with non-group and non-employer sponsored health insurance to be eligible for ARKids and also changes the look back period for dropping insurance from 1 year to 6 months. This change required approval from HCFA; we received approval on February 28, 2000.

With the changes in the eligibility criteria, the potential exists for many more children becoming eligible for ARKids First coverage. It is possible that some children could be excluded from the ARKids benefits due to failure to immediately implement these new guidelines.

Ruth Whitney

Director

RW:LG:JT:cb

Attachments

cc: Files

AR. REGISTER DIV.

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SHARON PRIEST SECRETARY OF STATE STATE OF ARKANSAS

ARKANSAS REGISTER



Transmittal Sheet

Sharon Priest Secretary of State State Capitol Rm. 026 Little Rock, Arkansas 72201-1094

	Office Only: E	Effective Date	Code Number <u>016,20,00 -008</u>
Nan	ne of Age	ncy <u>Dep</u>	artment of Human Services
Dep	artment_	Di	vision of County Operations
Čon	itact Pers	on <u>Li</u>	nda Greer (501) 682-8257 6-201 et seq.,AR Code Ann. 20-15-201 etseq., nulgating Rules AR Code Ann. 9-10-120.
		ffective Date	Date "
XX.	Emerger		Legal Notice Published
	10 Days	After Filing	Final Date for Public Comment
	Other		Reviewed by Legislative Council
			Adopted by State Agency
		I Hereby C	ATION OF AUTHORIZED OFFICER ertify That The Attached Rules Were Adopted pliance with Act 434 of 1967 As Amended.
		Dir	ector, Division of County Operation
			(501) 682-8375 Phone Number Tide Tide Tide

MANUAL TRANSMITTAL

Arkansas Department of Human Services

Division of County Operations

X F	Policy Form	Policy Directive	Issuance Number	MS - 00-7	
<u>Medica</u>	al Services Policy Manual		Issuance Date	3-22-00	
From:	Ruth Whitney, Director		Expiration Date		
Subi:	New and Revised Policy		Superseded		

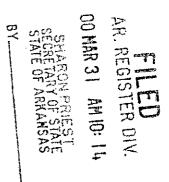
Pages to be Deleted	Dated	Pages to be Added	Dated
MS 2330 - 2342	09/01/97	MS 2330 - 2341	04/01/00
MS 2343 - 2343.2	09/01/97	MS 2342 - 2343.2	09/01/97
MS 2344 - 2348.1	09/01/97	MS 2343.2 - 2348.1	09/01/97
MS 2348.1 - 2348.3	09/01/97	MS 2348.1 - 2348.3	09/01/97

Summary of Changes

Effective 04/01/00, ARKids First Policy has been revised to change the look back period for dropping Health Insurance from 1 year to 6 months. This change also allows children receiving health insurance under a non-group and/or non-employer based plan, eligibility under ARKids First.

Inquiries to: Jack Tiner, 501-682-8259 Diana Teal, 501-682-1562

Diana Teal, 501-682-1562 Carmen Brown, 501-682-8258 Lisa Manceiri, 501-682-8254



Standard of Need: In determining ARKids First eligibility, parents will be included in the need standard with their natural or adoptive children. Normally, all of the full siblings in the household will be included in the budget with their natural or adoptive parents. However, a parent or other relative may choose to exclude a child and that child's income from a case budget if inclusion of that child and the child's income would cause ineligibility for the other children. Children may be excluded for other reasons, and the parent or relative who applies need not state the reason. An unborn child of a PW will not be counted in the standard of need.

- 9. Resources: No resource test exists for the ARKids First category.
- 10. <u>Health Insurance</u>: Children who are covered, or who have been covered by primary comprehensive health insurance (as defined in item c. below). other than Medicaid, within the 6 months preceding the date of application will not be eligible for services in the ARKids First category unless one of the conditions below is met:
 - a) The health insurance is a non-group or non-employer sponsored plan.
 - b) The health insurance was lost through termination of employment for any reason or through no fault of the applicant. For example, health insurance is lost through no fault of the applicant if the employer ceases to provide employer sponsored health insurance.
 - c) The health insurance is not primary comprehensive. comprehensive health insurance is defined as insurance that covers both physician and hospital charges.
 - d) The health insurance coverage is available to a child through a person other than the child's custodial adult and is determined to be inaccessible (e.g., the absent parent lives out of the state and covers the child on his or her HMO which the child cannot access due to distance). This determination will be made on a case-by-case basis by the ARKids First worker based on information provided by the applicant.

If a parent or quardian voluntarily terminates insurance for a reason other than listed above within the 6 months preceding application, his or her children will be ineligible.

The Central Office Eligibility Unit will accept the applicant's declaration regarding his or her health insurance coverage, unless they are claiming one of the above exceptions or the worker has contradictory information or the applicant's circumstances make the≺declaration™ questionable (e.g., the applicant reports earnings from an employer who customarily provides group health insurance).

2340 **Application Process**

2341 Right to Apply

All individuals who wish to apply will be given the opportunity to do so without No application or inquiry will be ignored. The Agency has the responsibility to follow up on any request for medical assistance and to make arrangements for completion of the application.



DEPARTMENT of Human Services **DIVISION** of County Operations

PERSON COMPLETING THIS STATEMENT Linda Greer, Acting Assistant Director

Office of Program Planning & Development

TELEPHONE: <u>682-8257</u> **FAX NO**. <u>682-1597</u>

FINANCIAL IMPACT STATEMENT

To comply with Act 884 of 1995, please complete the following Financial Impact Statement and file with the questionnaire and proposed rules.

SHORT TITLE OF THIS RULE - ARKids First - change in health insurance rule.

- 1. Does this proposed, amended, or repealed rule or regulation have a financial impact? Yes.
- 2. If you believe that the development of a financial impact statement is so speculative as to be cost prohibited, please explain.

 Not Applicable
- 3. If the purpose of this rule or regulation is to implement a federal rule or regulation, please give the incremental cost for implementing the regulation. Not Applicable

1999-2000 Fiscal Year

2000-2001 Fiscal Year

General Revenue Federal Funds Cash Funds Special Revenue Other General Revenue Federal Funds Cash Funds Special Revenue

Other Other Total Total

4. What is the total estimated cost by fiscal year to any party subject to the proposed, amended, or repealed rule or regulation?

1999-2000 Fiscal Year

2000-2001 Fiscal Year

None

None

5. What is the total estimated cost by fiscal year to the agency to implement this regulation?

1999-2000 Fiscal Year

<u>2000-2001 Fiscal Year</u>

\$25,200.00

\$478,800.00