



NUECES COUNTY HOSPITAL DISTRICT

INDIGENT HEALTHCARE HANDBOOK

March 1, 2024

NUECES COUNTY HOSPITAL DISTRICT

INDIGENT HEALTHCARE PROGRAM HANDBOOK

Revised: January 1, 2002

Revised: September, 2002

Revised: January 1, 2006

Updated: January, 2007

Updated: March 2008

Updated: February 2009

Updated March 2010

Updated March 2011

Updated March 2012

Updated March 2, 2013

Updated March 1, 2014

Updated March 1, 2015

Updated March 1, 2016

Updated March 1, 2017

Updated March 1, 2018

Updated March 1, 2019

Updated March 1, 2020

Updated March 1, 2021

Updated March 1, 2022

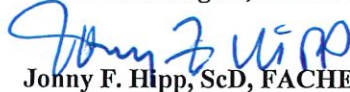
Updated March 1, 2023

Updated March 1, 2024

**NUECES COUNTY HOSPITAL DISTRICT
INDIGENT HEALTHCARE PROGRAM
POLICY AND PROCEDURE**

Date of Origin: January 1, 1999
Date of Revision: March 1, 2024
Date of Review: March 1, 2024

Authorized and Approved by:
Board of Managers, Nueces County Hospital District


Jonny F. Hipp, ScD, FACHE
Administrator/Board Secretary

Title: NUECES AID PROGRAM ELIGIBILITY GUIDELINES

Policy: NA002

I. POLICY

The Nueces County Hospital District is responsible for ensuring the provision of medically necessary healthcare services, in accordance with the state statute and as approved by the Board of Managers, to the needy and eligible residents of Nueces County. The District meets this responsibility through the administration of the Nueces Aid Program.

The Board of Managers for the Nueces County Hospital District has an ethical and statutory obligation to establish and maintain objective guidelines for use in determining an individual's eligibility for healthcare assistance through the Nueces Aid Program. To fulfill this obligation the Board of Managers will evaluate the eligibility guidelines annually and make recommendations for revision when indicated.

The Nueces County Hospital District will use the eligibility guidelines and related policies to complete an objective eligibility evaluation of all individuals applying for healthcare assistance. Three specific areas will be considered during the evaluation of the applicant's eligibility for healthcare assistance. The three areas are: residency in Nueces County, household resources and household size and income.

II. PURPOSE

The purpose of this policy is to establish written policies and guidelines which clearly and objectively state the means used to determine an applicant's eligibility for financial assistance through the Nueces Aid Program.

III. RESPONSIBILITY

The Quality Management Committee through the authority delegated by the Nueces County Hospital District Board of Managers, will provide direction and leadership in establishing and maintaining the guidelines used for determining eligibility for the Nueces Aid Program.

Nueces County Hospital District Board of Managers will consult with CHRISTUS Spohn Health System during review of the eligibility policy and guidelines recommended by the Quality Management Committee and either approve or disapprove the proposed guidelines.

IV. PROCEDURE

A. Qualifications for Financial Assistance

In accordance with the state statute, to receive healthcare assistance from the Nueces County Hospital District, an applicant must:

1. Provide evidence of residency in Nueces County;
2. Meet the household size and income guidelines; and
3. Meet the household resource guidelines;

Or

4. Be a Nueces County resident confined to a correctional facility operated by Nueces County and not the responsibility of another governmental service or agency.

B. Residency Policy and Guidelines

The Residency Policy and Guidelines are defined in **Attachment 1** to this policy.

C. Household Resource Policy and Guidelines

The Household Resource Policy and Guidelines are defined in **Attachment 2** to this policy.

D. Household Composition Policy and Guidelines

The Household Composition Policy and Guidelines are defined in **Attachment 3** to this policy.

E. Household Income Policy and Guidelines

The Household Income Policy and Guidelines are defined in **Attachment 4** to this policy.

I. HOUSEHOLD RESOURCE GUIDELINES

A. Definitions

For the purposes of the NCHD Indigent Healthcare Handbook:

1. **Resources** are defined as assets or possessions, both liquid and non-liquid. Examples include cash, bank accounts, stocks, bonds, certificates of deposit, vehicles, boats, campers, buildings, land and mineral rights.
2. **Fair Market Value** is defined as the amount a resource would bring if sold on the current local market.
3. **Equity** is defined as the amount of money that would be available to the owner after the sale of a resource. The amount is determined by subtracting from the fair market value any money owed on the item and the costs normally associated with the sale and transfer of the item.
4. **Accessible resources** are defined as resources legally available to the household.
5. **Inaccessible resources** are defined as resources not legally available to the household.
6. **Personal possessions** are defined as furniture, appliances, jewelry, clothing, livestock, farm equipment and other items if the household uses them to meet personal needs essential for daily living.
7. **Countable resource** is defined as the equity value of any resource that is not specifically exempt.

B. Resource Limit

A household is not eligible for the Nueces Aid Program if the total countable household resources exceeds \$5,257.12 on or after the first interview date or the process date for cases processed without an interview.

This amount will be subject to the percent (%) increase in the Federal Poverty Guidelines as calculated to prior year and adjusted annually thereafter on the first day of the month following publication in the Federal Register.

If a payment or benefit counts as income for a particular month, do not count it as a resource in the same month. If you prorate a payment as income over several months, do not count any portion of the payment as a resource during that time.

If the client combines this money with countable funds, such as a bank account, exempt the prorated amounts for the time you prorate it.

C. Types of Resources

Household resources are either countable or exempt. Listed below are resource types used to determine household eligibility. Each resource is designated as counted or exempt:

1. 401K Plan

Exempt

2. Alien Sponsor's Resources

Count for three years after the alien's entry into the United States, the resources of the alien's sponsor and sponsor's spouse if the sponsor and spouse are living together determine the sponsor's countable resources by applying the policies contained in this section; subtract **\$2,628.56** and consider the remainder as resources available to the household.

The subtracted amount will be subject to the percent (%) increase in the Federal Poverty Guidelines as calculated to prior year and adjusted annually thereafter on the first day of the month following publication in the federal register.

3. Burial Plots

Exempt all burial plots as a countable resource.

4. Homestead

Exempt a household's homestead. A homestead is the household's usual residence and surrounding property that is not separated by property owned by others. Surrounding property that is separated by public rights of way such as roads is considered as part of the homestead.

Exempt a homestead temporarily unoccupied because of employment, training or future employment, illness casualty, or natural disaster if the household intends to return.

Do not exempt as a homestead any real property outside of Nueces County.

Households that do not currently own a home but own or are purchasing a lot on which they intend to build or are building a permanent home, receive an exemption for the lot and if partially completed, for the home.

Count money remaining from the sale of a home

5. Inaccessible Resources

Exempt inaccessible resources. Examples are irrevocable trust funds, property in probate, security deposits on rental property and utilities.

6. Income-Producing Property (except real property)

Exempt income producing property if it is essential to a household member's

employment or self-employment and annually produces income consistent with its fair market value, even if used only on a seasonal basis. Such property will continue to be exempt during temporary periods of unemployment if the client expects to return to work. Property essential to self-employment is not exempt if earnings result from an illegal activity.

7. Individual Retirement Accounts

Count Individual Retirement Accounts (IRA) as resources. If there is a penalty for early withdrawal, deduct the penalty and count the remaining amount.

8. Insurance Settlements

Count insurance settlements as resources. Deduct any amount earmarked and spent for the household's bills, for burial, medical or damaged/lost possessions. Count the remaining amount after deductions.

9. Jointly Owned Property

Exempt if the property is jointly owned by the household and other owners and the household proves that the property cannot be sold or divided without the other owners' consent and the other owners will not sell or divide the property.

10. Keogh Plans

Count Keogh Plans. If there is a penalty for early withdrawal, deduct the penalty amount and count the remainder. **Exempt** the Keogh Plan if there is a contractual withdrawal agreement with other people who are not household members and who share the same fund. This type of Keogh Plan is considered an inaccessible resource.

11. Lawsuit Settlement

Count lawsuit settlements, minus any amount earmarked and spent for the household's bills for burial, legal, medical or damaged/lost possessions.

12. Life Insurance

Exempt

13. Liquid Resources

Count liquid resources if readily negotiable. Examples; cash, checking, or saving accounts, saving certificates, stocks and bonds.

14. Lump-Sum Payments

Count. Countable as unearned income in the month received if the person receives or expects to receive it more than once a year. Lump-sum payments are exempt if only received once a year or less, unless specifically listed as income, and should

only be counted as resources. Exception: Contributions, gifts and prizes should be counted as unearned income in the month received, regardless of frequency of receipt.

Countable lump-sum payments include but are not limited to, retroactive lump-sum Retirement, Survivors and Disability Insurance (RSDI), public assistance, retirement benefits, lump-sum insurance settlements, lump-sum payments on child support, and other payments and refunds of security deposits on rental property or utilities. Exception: Federal tax refunds are permanently exempt as income and are excluded from resources for 12 months after receipt.

15. Personal Possessions

Exempt personal possessions. If personal possessions are sold, count the money received from the sale as a liquid resource.

16. Prepaid Burial Insurance

Exempt one of these policies per household member. Also exempt one prepaid funeral plan or prepaid funeral agreement for each household member.

17. Real property

Count equity value of real property unless otherwise exempt. Real property is land and any improvements on it.

18. Resources of Disqualified Persons

Exempt the resources of disqualified persons, such as, resources of an AFDC or SSI recipient. **Exempt** all resources of a person who receives QMB, MQMB, SLMB, QI-1, or QI-2.

19. Retirement Accounts

Exempt Retirement accounts are those in which an employee and/or his employer contributes money intended to provide for retirement.

The amount in the retirement account is exempt until the money is withdrawn. If the money is withdrawn as a monthly check, count it as income. If the money is withdrawn as a lump sum, count it as a resource.

20. Trust Funds

Exempt

21. Vested Retirement Accounts

Exempt Vested retirement accounts are those to which an employee makes contributions for a specified period of time as defined by the employer. The money is not matched by the employer until that defined period of time ends. The money in this account is exempt.

22. Vehicles

Exempt one vehicle per household when it is used by the household for transportation regardless of value. **Exempt** all licensed vehicles if they are used more than 50% of the time for income-producing purposes or if they produce annual income consistent with their fair market value (even if only used on a seasonal basis). **Exempt** all vehicles with a fair market value of less than or equal to **\$8,148.54**, regardless of the number of vehicles owned by the household. The fair market value in excess of **\$8,148.54** of vehicles is counted as part of the household's available resources, except for the exemptions listed above.

The fair market exemption amount will be subject to the percent (%) increase in the Federal Poverty Guidelines as calculated to prior year and adjusted annually thereafter on the first day of the month following publication in the federal register.

The following are suggestions for determining the fair market value of a vehicle:

- Use the average trade-in or wholesale value listed in the National Automobile Dealers Association (NADA) Used Car Guide - current within the last six (6) months. Use the loan value of the vehicle only If other sources are unavailable.
- If the household thinks that the listed value is incorrect because of the vehicle's condition (body damage or inoperable), allow the household to provide verification from a reliable source (bank loan officer or licensed car dealer).
- Do not increase the value because of low mileage, optional equipment, or special equipment for handicapped.
- Request that the household prove the value of antique, custom-made, or classic vehicles if an accurate appraisal cannot be made by staff.
- Accept the household's estimated value of vehicles no longer listed in the NADA guide unless the value is questionable and would affect eligibility. In this case, have the household provide an appraisal from a licensed car dealer or some other evidence of the value such as a tax assessment or newspaper ad showing the sale price of similar vehicles.
- For new vehicles not yet listed in the NADA guide, ask the household to provide an estimate of the wholesale or trade-in value from a new car dealer or a bank loan officer.

D. Verification of Resources

Prior to approval for healthcare assistance, questionable resources will be verified.

E. Documentation of Resources

The Eligibility Worksheet will be used to verify and document household resources.

F. Property Transfer Guidelines

Households are ineligible if within the previous three months they have transferred a countable resource for less than its fair market value to qualify for healthcare assistance. This penalty applies only if the value of the transferred resource plus the household's other countable resources will affect eligibility. If spouses are separated, transfer of separate property by one spouse does not affect the eligibility of the other spouse. Households which have transferred resources within the previous three months for less than the fair market value in order to qualify for the Nueces Aid Program will be subject to the following delays in assistance:

\$ 0.01	to	\$ 438.08	Delay of 1 Month
\$ 438.09	to	\$1,750.62	Delay of 3 Months
\$1,750.63	to	\$5,257.10	Delay of 6 Months
\$5,257.11	to	\$8,761.85	Delay of 9 Months
\$8,761.86		and above	Delay of 12 Months

The transferred resources in the table above will be subject to the percent (%) increase in the Federal Poverty Guidelines as calculated to prior year and adjusted annually thereafter on the first day of the month following publication in the Federal Register.

**NUECES COUNTY HOSPITAL DISTRICT
INDIGENT HEALTH CARE PROGRAM ELIGIBILITY
INCOME GUIDELINES FOR FINANCIAL ASSISTANCE**
Approved Scale
Effective March 1, 2024

	2024 HHS POVERTY GUIDELINES										NCHD pays	
	15,060	20,440	25,820	31,200	36,580	41,960	47,340	52,720	58,100	63,480		
	SIZE OF HOUSEHOLD											
	1	2	3	4	5	6	7	8	9	1*		
MONTHLY GROSS FAMILY INCOME	0 to 1255	0 to 1703	0 to 2152	0 to 2600	0 to 3048	0 to 3497	0 to 3945	0 to 4393	0 to 4842	Add 449	100%	
	1256 to 1381	1704 to 1874	2153 to 2367	2601 to 2860	3049 to 3353	3498 to 3846	3946 to 4340	4394 to 4833	4843 to 5326	Add 493		90%
	1382 to 1506	1875 to 2044	2368 to 2582	2861 to 3120	3354 to 3658	3847 to 4196	4341 to 4734	4834 to 5272	5327 to 5810	Add 538		
	1507 to 1632	2045 to 2214	2583 to 2797	3121 to 3380	3659 to 3963	4197 to 4546	4735 to 5129	5273 to 5711	5811 to 6294	Add 583	70%	
	1633 to 1732	2215 to 2351	2798 to 2969	3381 to 3588	3964 to 4207	4547 to 4825	5130 to 5444	5712 to 6063	6295 to 6682	Add 619		60%
	1733 to 1883	2352 to 2555	2970 to 3228	3589 to 3900	4208 to 4573	4826 to 5245	5445 to 5918	6064 to 6590	6683 to 7263	Add 673	50%	

GROSS FAMILY INCOME (monthly)

*Add the amounts shown in last column for each additional family member of household if size of household exceeds 9 members.

Revised 02/10/2024