

## DEPARTMENT OF HEALTH SERVICES

714 TULLY STREET  
SACRAMENTO, CA 95814

August 27, 1987

TO: All County Welfare Directors  
All County Administrative Officers  
All County Medi-Cal Coordinators

Letter: 87 - 50

SUBJECT: GAIN GRANT DIVERSION TERMINATION PROCEDURES

This is to clarify procedures regarding the handling of terminated GAIN Grant Diversion cases previously described in the Department of Social Services All County Letters 87-37 and 87-61.

AFDC Changes

GAIN grant diversion cases are reported to MEDS in an AFDC cash code for two months following the end of the grant diversion assignment, even though some of these persons are terminated from AFDC. The purpose of reporting discontinued persons in AFDC aid codes is to ensure that an AFDC cash grant is generated so it may be forwarded to the GAIN wage pool.

Medi-Cal

For card issuance purposes, Medi-Cal reporting requirements are unchanged. In order to prevent an AFDC cash based Medi-Cal card from being issued to an ineligible individual or family for those last two months, the county eligibility worker must immediately determine whether the AFDC ineligible individual or family is eligible for Medi-Cal under another program and aid code, (e.g. 4 month continuing, 9 month continuing, Medically Needy) and if so, report the change to MEDS under the appropriate aid category. If the individual or family member is not eligible under another category, the county eligibility worker should submit the appropriate transaction to MEDS to terminate Medi-Cal eligibility.

Although the Medi-Cal procedures will remain the same, AFDC procedures may require programming changes in some counties. If you have any questions regarding Medi-Cal eligibility under GAIN, please contact Margie Buzdas at (916) 323-4129 or ATSS 473-4129.

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Page 2

If you have any questions regarding MEDS intra/interprogram or termination transactions please contact your MEDS liaison.

Sincerely,

  
Frank S. Martucci, Chief  
Medi-Cal Eligibility Branch

cc: Medi-Cal Liaisons  
Medi-Cal Program Consultants

Expiration Date: August 27, 1988