

DEPARTMENT OF HEALTH SERVICES

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October 30, 1992

TO: All County Welfare Directors
All County Administrative Officers
All County Medi-Cal Program Specialists/Liaisons

Letter No.: 92-64

SUBJECT: TREATMENT OF PROPOSITION 103 REFUNDS

The purpose of this letter is to advise counties how to treat a insurance premium refund made under Proposition 103. Since this is a refund of premiums originally paid from income or property, by the time the refund is received, the funds could not be income a second time but must be treated as property. The property is countable and available since there is no statutory authority to exempt the refund payments. To date we have heard of only one case involving a Proposition 103 refund and we expect the number to be very small.

If you have any questions on this issue, please call Sharyl Shanen-Raya at (916) 657-2942.

Sincerely,
ORIGINAL SIGNED BY

Frank S. Martucci, Chief
Medi-Cal Eligibility Branch