



State of California—Health and Human Services Agency
Department of Health Care Services



GAVIN NEWSOM
Governor

Date: June 25, 2021

Medi-Cal Eligibility Division Information Letter No.: 21-11

TO: ALL COUNTY WELFARE DIRECTORS
ALL COUNTY ADMINISTRATIVE OFFICERS
ALL COUNTY MEDI-CAL PROGRAM SPECIALISTS/LIAISONS
ALL COUNTY HEALTH EXECUTIVES
ALL COUNTY MENTAL HEALTH DIRECTORS

SUBJECT: UPDATED INCOME AND DEDUCTIONS CHART

The purpose of this letter is to inform counties of the updates to the “Modified Adjusted Gross Income (MAGI) Income and Deductions Types” chart, located in the [County Operations Support](#) portion of the Department of Health Care Services (DHCS) website.

DHCS updated the following income types for MAGI Medi-Cal and Advanced Premium Tax Credit (APTC)/Cost Sharing Reduction (CCR):

- Income Types added as a result of the COVID-19 pandemic:
 - Paycheck Protection Program (PPP)
 - Pandemic Unemployment Assistance (PUA)
 - Pandemic Emergency Unemployment Compensation (PEUC)
 - Emergency Increase in Unemployment Assistance
 - Extended Unemployment Benefits Under the Railroad Unemployment Insurance Act (RUIA)
 - One-time Federal Stimulus Tax Payments (i.e. Recovery Rebate)
 - Use of Supplemental Educational Opportunity Grants for Emergency Aid
 - Federal Work-Study During a Qualifying Emergency
 - Emergency Financial Aid Grants
 - Emergency Rental Assistance
 - Mixed Earner Unemployment Compensation
 - Paycheck Protection Program Second Draw Loans
- 457(b) Retirement
- Mortgage Interest
- Acquisition or Abandonment of Secured Property
- Real Estate Transaction Proceeds

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- Independent Contractors/Gig Work
- Miscellaneous Income
- Original Issue Discount
- Taxable Distributions Received from Cooperatives
- Iranian Government Pension
- Cryptocurrency/Virtual Currency (i.e. Bitcoin)
- Crowdfunding Income (i.e. GoFundMe)
- Parent Mentor Compensation
- Cancellation of student loan debt

Deduction type updated:

- Allowance of Partial Above the Line Deduction for Charitable Contributions

If you have any questions on this letter, please contact Leejuan Camarena at 916-345-8073 or by email at Leejuan.Camarena@dhcs.ca.gov.

Original Signed By

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Medi-Cal Eligibility Division