

Office of Medicaid BOARD OF HEARINGS

Appellant Name and Address:



Appeal Decision:	Denied	Appeal Number:	2509714
Decision Date:	8/8/2025	Hearing Date:	07/22/2025
Hearing Officer:	Susan Burgess-Cox		

Appearance for Appellant:
Pro se

Appearance for MassHealth:
Lashawn Kelly



*The Commonwealth of Massachusetts
Executive Office of Health and Human Services
Office of Medicaid
Board of Hearings
100 Hancock Street, Quincy, Massachusetts 02171*

APPEAL DECISION

Appeal Decision:	Denied	Issue:	Community Eligibility Under 65 - Income
Decision Date:	8/8/2025	Hearing Date:	07/22/2025
MassHealth's Rep.:	Lashawn Kelly	Appellant's Rep.:	Pro se
Hearing Location:	All Parties Appeared by Telephone	Aid Pending:	No

Authority

This hearing was conducted pursuant to Massachusetts General Laws Chapter 118E, Chapter 30A, and the rules and regulations promulgated thereunder.

Jurisdiction

Through a notice dated June 24, 2025, MassHealth determined that the appellant is not eligible for MassHealth because her income is too high. (130 CMR 506.003; 130 CMR 506.007(B); Exhibit 1). The appellant filed a timely appeal on June 30, 2025. (130 CMR 610.015(B) Exhibit 2). Denial of assistance is valid grounds for appeal. (130 CMR 610.032(A)(1)).

Action Taken by MassHealth

MassHealth notified the appellant that she does not qualify for MassHealth because her income is too high.

Issue

Whether MassHealth was correct in determining that the appellant is not eligible for MassHealth because her income is too high. (130 CMR 506.007(B); 130 CMR 502.003).

Summary of Evidence

The appellant is an adult under the age of 65 and a household of one. The appellant's gross earned income is \$1,000.00 each week or \$4,333.00 each month.¹ After applying a regulatory 5% disregard of \$62.75, the appellant's modified adjusted gross income (MAGI) of \$4,270.25 is over 300% of the federal poverty level for a household of one. The MassHealth representative testified that to be eligible for MassHealth the appellant must have MAGI less than or equal to 133% of the federal poverty level. That amount is \$1,735 per month for a household of one.

The appellant has been eligible for MassHealth in the past but also deemed ineligible due to changes in income. The appellant testified that she did not understand why she was eligible for MassHealth benefits in June 2024 but not now. The MassHealth representative responded that the appellant was likely eligible for MassHealth benefits in June of 2024 because there were protections put in place due to the COVID public health emergency (PHE). MassHealth began redetermining members' eligibility later in 2024, and the appellant possibly never had the income necessary to be eligible for MassHealth benefits. MassHealth received a renewal form with information about the appellant's current income which resulted in this new eligibility decision. The MassHealth representative stated that the appellant may obtain health insurance through the Health Insurance Connector Authority.

The appellant did not challenge the household or income information presented by MassHealth. The appellant asked MassHealth to consider household expenses and deductions made to her gross income. The appellant stated that she understood why she was not eligible, but she did not agree with the determination because she believes she does not make enough money. It was noted that past decisions were not relevant to the current decision which is based upon the appellant's current income and household size.

Findings of Fact

Based on a preponderance of the evidence, I find the following:

1. The appellant is under age 65 and a household of one.
2. The appellant has earned income in the amount of \$1000.00 each week or \$4,333 each month.
3. The appellant has not been deemed disabled by MassHealth or the Social Security Administration.

Analysis and Conclusions of Law

¹ In determining monthly income, MassHealth multiplies average weekly income by 4.333. (130 CMR 506.007(A)).

MassHealth regulations at 130 CMR 505.000 explain the categorical requirements and financial standards that must be met to qualify for MassHealth. To establish eligibility for MassHealth, applicants must meet both the categorical requirements and financial standards.

These coverage types set forth at 130 CMR 505.001(A) are as follows:

- (1) MassHealth Standard - for people who are pregnant, children, parents and caretaker relatives, young adults², disabled individuals, certain persons who are HIV positive, individuals with breast or cervical cancer, independent foster care adolescents, Department of Mental Health members, and medically frail as such term is defined in 130 CMR 505.008(F);
- (2) MassHealth CommonHealth - for disabled adults, disabled young adults, and disabled children who are not eligible for MassHealth Standard;
- (3) MassHealth CarePlus - for adults 21 through 64 years of age who are not eligible for MassHealth Standard;
- (4) MassHealth Family Assistance - for children, young adults, certain noncitizens, and persons who are HIV positive who are not eligible for MassHealth Standard, CommonHealth, or CarePlus;
- (5) MassHealth Limited - for certain lawfully present immigrants as described in 130 CMR 504.003(A), nonqualified PRUCOLs, and other noncitizens as described in 130 CMR 504.003: *Immigrants*; and
- (6) MassHealth Medicare Savings Programs (MSP, also called Senior Buy-In and Buy-In) for certain Medicare beneficiaries.

In this case, the appellant is over the age of 21 but under 65. The appellant is not a Medicare beneficiary. The appellant has not presented any evidence that she has any of the listed health conditions or been deemed disabled by MassHealth or the Social Security Administration. Therefore, the appellant does not qualify for MassHealth Standard, CommonHealth, Family Assistance or MSP. The appellant does meet the categorical requirements for MassHealth CarePlus.

An individual between the ages of 21 and 64 who is categorically eligible for MassHealth CarePlus can only be financially eligible if “the individual’s modified adjusted gross income of the MassHealth MAGI household is less than or equal to 133% of the federal poverty level.” (130 CMR 505.008(A)(2)(c)). To determine financial eligibility pursuant to 130 CMR 506.007(A), MassHealth must construct a household as described in 130 CMR 506.002(B) for each individual who is applying for or renewing coverage. MAGI household composition rules used to determine member eligibility are the following:

- (1) Taxpayers Not Claimed as a Tax Dependent on His or Her Federal Income Taxes.
For an individual who expects to file a tax return for the taxable year in which

² “[Y]oung adults” are defined as those aged 19 and 20. See 130 CMR 501.001.

the initial determination or renewal of eligibility is being made and who is not claimed as a tax dependent by another taxpayer, the household consists of

- (a) the taxpayer; including his or her spouse, if the taxpayers are married and filing jointly regardless of whether they are living together;
- (b) the taxpayer's spouse, if living with him or her regardless of filing status;
- (c) all persons the taxpayer expects to claim as tax dependents; and
- (d) if any individual described in 130 CMR 506.002(B)(1)(a) through (c) is pregnant, the number of expected children.

The appellant is in a household of one.

Once the individual's household size is established, the MassHealth MAGI household income is determined by:

- (2)....using the total of all countable monthly income for each person in that individual's MassHealth MAGI or Disabled Adult household. Income of all the household members forms the basis for establishing an individual's eligibility.
 - (a) A household's countable income is the sum of the MAGI-based income of every individual included in the individual's household with the exception of children and tax dependents who are not expected to be required to file a return as described in 42 CFR 435.603 and 130 CMR 506.004(K).
 - (b) Countable income includes earned income described in 130 CMR 506.003(A)³ and unearned income described in 130 CMR 506.003(B)⁴ less deductions described in 130 CMR 506.003(D).
 - (c) In determining monthly income, the MassHealth agency multiplies average weekly income by 4.333.
- (3) Five percentage points of the current federal poverty level (FPL) is subtracted from the applicable household total countable income to determine eligibility of the individual under the coverage type with the highest income standard. (130 CMR 506.007(A)).

The regulations at 130 CMR 506.003(D) allow MassHealth to use the following deductions when

³ Pursuant to 130 CMR 506.003(A)(1), earned income is the total amount of taxable compensation received for work or services performed less pretax deductions. Earned income may include wages, salaries, tips, commissions, and bonuses. The regulations also include methods for the agency to use to calculate earned income for the self-employed, S-Corporations, Partnerships and seasonal employment. Based on the testimony presented at hearing, the appellant's income is considered taxable compensation for work or services less pretax deductions.

⁴ Pursuant to 130 CMR 506.003(B), countable income includes, in relevant part, unearned income, which "may include, but is not limited to, social security benefits, railroad retirement benefits, pensions, annuities, certain trusts, interest and dividend income, state or local tax refund for a tax you deducted in the previous year, and gross gambling income." Based on the testimony and evidence presented at hearing, the appellant's income did not meet any of those categories.

counting MAGI countable income:

- (1) educator expenses;
- (2) reservist/performance artist/fee-based government official expenses;
- (3) health savings account;
- (4) moving expenses, for the amount and populations allowed under federal law;
- (5) one-half self-employment tax;
- (6) self-employment retirement account;
- (7) penalty on early withdrawal of savings;
- (8) alimony paid to a former spouse for individuals with alimony agreements finalized on or before December 31, 2018. Alimony payments under separation or divorce agreements finalized after December 31, 2018, or pre-existing agreements modified after December 31, 2018, are not deductible;
- (9) individual retirement account (IRA);
- (10) student loan interest;
- (11) scholarships, awards, or fellowships used solely for educational purposes; and (12) other deductions described in the Tax Cut and Jobs Act of 2017, Public Law 115-97 for as long as those deductions are in effect under federal law.

The appellant did not present evidence of meeting any of these deductions. Instead, the appellant asked MassHealth to consider deductions to her paycheck as well as household expenses. Since the expenses and deductions noted by the appellant do not fall within the allowable deductions enumerated in 130 CMR 506.003 (D), they cannot be considered in determining eligibility.

The appellant's income is \$4,333 each month. Five percentage points of the federal poverty level (FPL) is subtracted from the applicable household total countable income to determine eligibility of the individual under the coverage type with the highest income standard. (130 CMR 506.007(A)). At the time of the eligibility decision, 5 percentage points of the FPL for a household of one was \$62.75 each month. Deducting that amount from the appellant's income resulted in a MAGI of \$4,270.25. The income limit for MassHealth benefits is 133% of the FPL which is \$1,735 each month or \$20,820 each year. The appellant's income exceeds these limits. Therefore, the appellant is not eligible for MassHealth. The decision made by MassHealth was correct.

This appeal is denied.

Order for MassHealth

None.

Notification of Your Right to Appeal to Court

If you disagree with this decision, you have the right to appeal to Court in accordance with Chapter 30A of the Massachusetts General Laws. To appeal, you must file a complaint with the Superior Court for the county where you reside, or Suffolk County Superior Court, within 30 days of your receipt of this decision.

Susan Burgess-Cox
Hearing Officer
Board of Hearings

MassHealth Representative: Quincy MEC, Attn: Appeals Coordinator, 100 Hancock Street, 6th Floor, Quincy, MA 02171