

KC-7004 Countable/Exempt Income Chart

The purpose of this chart is to provide policy guidance for eligibility staff with regard to which KEES income types are countable or exempt for both Family Medical and Elderly and Disabled Medical programs. The Income Categories and Income Types below are listed exactly as they appear in KEES and are only entered when income is received. Situations which require special processes to correctly count or exempt income are called out with an asterisk (*). This version is effective 05-01-2021.

Income Category	Income Type	Family Medical	E & D	Comments
Annuities/Trusts	Annuity Income	Must be evaluated to determine.		Send to Policy for evaluation.
	Trust Income			
Child/Spousal Support	Child Support-Current	Exempt	Exempt*	*Countable only for non-students 18 and over, students 22 and over, and institutionalized children of any age. For all others, enter as Miscellaneous: Other - Exempt. Refer to Medical KEESM 6410(11)(c).
	Child Support-Arrearages	Exempt	Exempt*	*Countable if the arrearage is received for a child 18 or over. Enter as Miscellaneous: Other – Countable. Refer to Medical KEESM 6410(11)(a).
	Spousal Support	Exempt*	Countable	*Exempt for divorce agreements made or modified after December 31, 2018. Otherwise it will be countable for MAGI programs.
	Voluntary Payments	Exempt	Countable*	*For E&D Medical, Voluntary Payments should be treated as Current Child Support.

Income Category	Income Type	Family Medical	E & D	Comments
Contract Sales	Contract Sales	Countable	Countable	
Disability	Disability - Expected to return to work	Exempt	Countable	This includes disability related income received as the result of being on maternity leave.
	Disability - Not Expected to return to work	Exempt	Countable	
	Worker's Comp - Expected to return to work	Exempt	Countable	Not required to determine if individuals plan to return to work.
	Worker's Comp - Not Expected to return to work	Exempt	Countable	
Earnings	Blood/Plasma	Exempt	Countable	
	Bonus, Commission, Tips	Countable	Countable	
	Overtime	Countable	Countable	
	Seasonal Employment	Countable	Countable	
	Strike Pay	Exempt	Exempt	
	Wages	Countable	Countable	This includes wages received while on maternity leave (including vacation or sick pay usage).
Education	Educational Student (Used for living expenses)	Exempt	Exempt	This includes grants, scholarships, loans, Veteran's educational income, income received from the GI Bill, and monthly living benefits (stipends).
	Educational, Student	Exempt	Exempt	
	Discharged, forgiven, or cancelled student loan debt on or after January 1, 2021	Exempt*	Exempt	*Countable if discharge/forgiveness occurred prior to January 1, 2021. Cancelled student loan debt would be treated as lump sum income.
	Student loan debt that is discharged, forgiven, or cancelled due to death or disability between January 1, 2018 and December 31, 2020	Exempt	Exempt	

Income Category	Income Type	Family Medical	E & D	Comments
Government Payments	Adoption Assistance Subsidy	Exempt	Exempt	
	Cash Assistance	Exempt	Exempt	
	Disaster/Emergency Assistance	Exempt	Exempt	
	Executive Volunteer Programs-SCORE and ACE	Exempt	Exempt	
	Foster Care and Permanent Custodianship	Exempt	Exempt	
	Foster Grandparents/Senior Volunteers	Exempt	Exempt	
	Gate Money	Exempt	Exempt	
	HUD Payments	Exempt	Exempt	
	Independent Living	Exempt	Exempt	
	Older American Act Payments	Exempt	Exempt	
	Refugee Resettlement Funds	Exempt	Exempt	
	Senior Health Aides/Companions	Exempt	Exempt	
Tax Refunds/Rebates/Credits (EITC)	Exempt	Exempt		
Insurance, Legal Settlement, Third Party	Life Insurance and Burial Proceeds, Death Benefits	Exempt	Exempt	
	Other Recurring Insurance Payments, non-exempt	Countable	Countable	
	Payments for Repair or Replacement of Property	Exempt	Exempt	
Interest, Dividends, Investments	Dividends	Countable	Count if > \$50	
	Interest	Countable	Count if > \$50	For E&D Medical, total interest received in the month from any and all accounts(s)/source(s) is countable if greater than \$50.
	Interest on Burial Fund	Exempt	Exempt	
	Life Insurance Dividends	Exempt	Exempt	

Income Category	Income Type	Family Medical	E & D	Comments
Loans, Gifts, Contributions	Regular Cash Gifts > \$50	Exempt	Countable	
	Regular Cash Gifts <= \$50		Countable*	*Must be entered in KEES as Miscellaneous: Other – Countable.
	Irregular Cash Gifts > \$50		Countable	
	Irregular Cash Gifts <= \$50		Exempt	
	Deemed Sponsor Income	Exempt	Countable	
	Loans which must be repaid	Exempt	Exempt	
	Military Allotments	Exempt	Countable	
Miscellaneous	Allocated Income	Exempt	Countable	This income is only countable for the community spouse.
	Lottery/Gambling Winnings	Countable	Countable	Special rules are used to calculate – refer to KFMAM 5220.06.
	Other- Countable	Countable	Countable	For E&D Medical, this includes ministerial housing allowance and promissory notes.
	Other- Exempt	Exempt	Exempt	This includes Hostile fire pay (combat pay) received while in active military service. See KFMAM 5436 and Medical KEESM 6410(30). For Family Medical, this includes ministerial housing allowance. See KFMAM 5441.
	Vendor Payments/Diverted Income	Exempt	Exempt	
	Monies Withheld to Recover Overpayment	Exempt	Exempt	
Native American	Bureau Indian Affairs Income	Exempt	Exempt	
	Indian Claims/Resettlement	Exempt	Exempt	
	Native American- Payments from Leases or Trusts of Individually or Tribal Owned Land	Exempt	Count if > \$2000 annually	

Income Category	Income Type	Family Medical	E & D	Comments
Native American	Native American Tribal Disbursements (includes casino profits)	Countable	Countable	Income from gaming is COUNTABLE. All per capita income received by Kansas tribe members is from gaming. Non- Kansas tribes will require additional research.
Oil Royalties/ Mineral Rights	Oil Royalties/Mineral Rights	Countable	Countable	
Railroad	Railroad Benefits	Countable	Countable	
Reimbursements	Reimbursements or Refunds	Exempt	Exempt	Health Saving Account (HSA) Reimbursements are exempt for all programs.
Retirement, Pensions	KPERS	Countable	Countable	
	Pensions/Other Retirement	Countable	Countable	
Self-Employment	Rental Income- Manages Property Less Than 20 Hours/Week	Countable	Countable	For Rental Income, it is not relevant whether they work at least 20 hours per week or not. If the individual is actively involved in the business, the income is "earned" and the "at least 20 hours" option is used. If the individual is not actively involved, the income is unearned and the "less than 20 hours" option is used.
	Rental Income- Manages Property at Least 20 Hours/Week	Countable	Countable	
	Self-Employment	Countable	Countable	
Social Security	SSI	Exempt	Exempt	Countable for Institutional Care patient liability if amount exceeds \$30 and is not anticipated to be reduced.
	Social Security	Countable*	Countable	*Countable in full for adults and children living with non-parental caretakers. Countable for other children or adult tax-dependents only if they have other taxable income from earnings/interest/dividends that exceeds the tax thresholds (KFMAM 5120). Otherwise exempt.

Income Category	Income Type	Family Medical	E & D	Comments
Unemployment	Unemployment	Countable	Countable	
Veterans	Reduced VA Pension LTC	Exempt	Exempt	Amount is always \$90. All other amounts are other forms of VA income.
	Unusual Medical Expenses (UME)	Exempt	Exempt	
	VA Compensated Work Therapy	Exempt	Countable	
	VA Monthly Housing Allowance	Exempt	Countable	
	Veterans Aid and Attendance	Exempt	Exempt*	*Countable for NF <u>only</u> unless reduced, then enter as Reduced VA Pension LTC.
	Veterans Disability	Exempt	Countable	
	Veterans Pension	Exempt*	Countable	*For Family Medical, code as Veterans Disability in KEES and add a note within the record stating the source as Veteran's Pension.
Work Program/ Training	AmeriCorps/VISTA	Countable	Exempt	
	College work study	Countable	Exempt	
	Job Corps	Countable	Exempt	
	VR Training Allowance/Incentive Maintenance	Exempt	Countable	
	WIA - Earned	Countable	Countable for age 19 and older	
	WIA - Incentive or Training Allowance	Exempt	Exempt	