

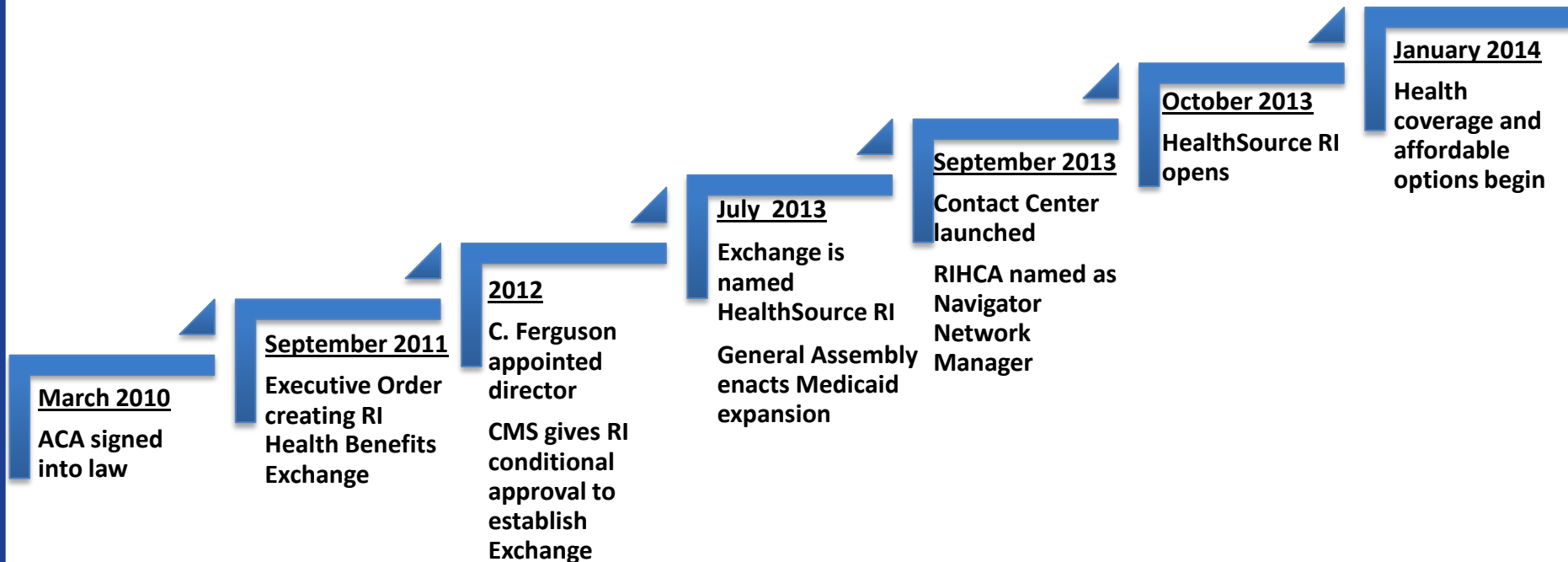
COUNTDOWN TO COVERAGE: Ready for Lift Off



RHODE ISLAND HEALTH COVERAGE PROJECT

An initiative of The Economic Progress Institute and Rhode Island KIDS COUNT

How Far We've Come!



Goal: More Rhode Islanders Have Health Insurance

**Most People
Required to have
Insurance in 2014**

**Will report on tax
return in April 2015**

**New Options for
Affordable
Coverage**

**Medicaid Expansion
for Adults**

**Federal tax credits to
pay for commercial
insurance when buy
through
HealthSource RI**

**Single Online
Application for
Affordable
Coverage**




Paperless

**Immediate
determination of
eligibility**





Affordable Coverage

Single Adult

(Ages 19-64)

	If you are a single, childless adult (19-64) making less than \$15,856...	You are eligible for Medicaid.
	If you are an individual making between \$15,856 and \$28,725...	You are eligible for a cost sharing subsidy and a federal tax credit to buy coverage through HealthSource RI
	If you are an individual making between \$28,725 and \$45,960...	You are eligible for a federal tax credit to buy coverage through HealthSource RI.

Affordable Coverage Pregnant Women and Families

	If you are a single, pregnant woman making less than \$38,775...	You are eligible for Medicaid.
	If you are a family of 3 making less \$26,951...	Children and parents are eligible for Medicaid.
	If you are a family of 3 making between \$26,951 and \$48,825...	Children are eligible for Medicaid and parents are eligible for cost-sharing subsidy and federal tax credit to buy coverage through HealthSource RI
	If you are a family of 3 making between \$48,825 and \$78,120...	Your family is eligible for a tax credit to buy coverage through HealthSource RI.

Immigrant Eligibility

Category	Medicaid		HealthSource RI Purchase coverage, eligible for premium tax credits and cost-sharing reduction
	Children and Pregnant Women	Adults	
Lawful Permanent Resident	Y	After 5 yrs in status or entered US before 8/22/96 or vet/active duty	Y – No 5 year bar
Refugee, Asylee, Victim of Trafficking, others*	Y	Y	Y
Lawfully present individuals (including Temporary Protected Status, Deferred Enforced Departure)	Y	N	Y
Domestic Violence Survivors (VAWA)	Y	Y, but only after 5 yrs	Y
Undocumented	Pregnant Women – Y Children: Eligible only for Emergency Medicaid	Eligible only for Emergency Medicaid	N

*Also includes Cuban/Haitian entrants, Amerasian immigrants, Iraqi or Afghan special immigrants, and individuals granted withholding of deportation or removal.

Immigrant Eligibility

Only family members who are applying for coverage need to provide a social security number and immigration/citizenship status.

- **Ineligible parent can apply for eligible children**

Status is electronically verified through:

- **Social Security Administration (citizenship)**
- **USCIS (non-US citizens)**

Receipt of Medicaid (or tax credits) does not affect the right of an LPR to become a US citizen.

A Little Bit of MAGI: Calculating Income

➤ MAGI income is used to determine eligibility for tax credits and for Rite Care/Medicaid eligibility

➤ Household= tax filer and persons claimed as dependents

Form 1040 Department of the Treasury—Internal Revenue Service (99) **2012** OMB No. 1545-0047 (If Use Only—Do not write or staple in this space.)

For the year Jan. 1–Dec. 31, 2012, or other tax year beginning _____, 2012, ending _____, 20

Your first name and initial _____ Last name _____ Your social security number _____

If a joint return, spouse's first name and initial _____ Last name _____ Spouse's social security number _____

Home address (number and street). If you have a P.O. box, see instructions. _____ Apt. no. _____

City, town or post office, state, and ZIP code. If you have a foreign address, also complete spaces below (see instructions). Foreign country name _____ Foreign province/state/country _____ Foreign postal code _____

Filing Status Check only one box.

1 ☐ Single
2 ☐ Married filing jointly (even if only one had income)
3 ☐ Married filing separately. Enter spouse's SSN above and full name here. ▶
4 ☐ Head of household (with qualifying person). (See instructions.) If the qualifying person is a child but not your dependent, enter this child's name here. ▶
5 ☐ Qualifying widow(er) with dependent child

Exemptions

6a ☐ Yourself. If someone can claim you as a dependent, do not check box 6a.
b ☐ Spouse
c **Dependents:**

(1) First name	Last name	(2) Dependent's social security number	(3) Dependent's relationship to you	(4) If child under age 17 qualifying for child tax credit (see instructions)
				<input type="checkbox"/>
				<input type="checkbox"/>
				<input type="checkbox"/>
				<input type="checkbox"/>

If more than four dependents, see instructions and check here ☐ **Dependents on 6c not entered above**

Income

7 Wages, salaries, tips, etc. Attach Form(s) W-2 **7**

8a Taxable interest. Attach Schedule B if required **8a**

8b Tax-exempt interest. Do not include on line 8a **8b**

9a Ordinary dividends. Attach Schedule B if required **9a**

9b Qualified dividends **9b**

10 Taxable refunds, credits, or offsets of state and local income taxes **10**

11 Alimony received **11**

12 Business income or (loss). Attach Schedule C or C-EZ **12**

13 Capital gain or (loss). Attach Schedule D if required. If not required, check here ☐ **13**

14 Other gains or (losses). Attach Form 4797 **14**

15a IRA distributions **15a** b Taxable amount **15b**

16a Pensions and annuities **16a** b Taxable amount **16b**

17 Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E **17**

18 Farm income or (loss). Attach Schedule F **18**

19 Unemployment compensation **19**

20a Social security benefits **20a** b Taxable amount **20b**

21 Other income. List type and amount **21**

22 Combine the amounts in the far right column for lines 7 through 21. This is your **total income** ▶ **22**

Adjusted Gross Income

23 Reserved **23**

24 Certain business expenses of reservists, performing artists, and fee-basis government officials. Attach Form 2106 or 2106-EZ **24**

25 Health savings account deduction. Attach Form 8889 **25**

26 Moving expenses. Attach Form 3903 **26**

27 Deductible part of self-employment tax. Attach Schedule SE **27**

28 Self-employed SEP, SIMPLE, and qualified plans **28**

29 Self-employed health insurance deduction **29**

30 Penalty on early withdrawal of savings **30**

31a Alimony paid b Recipient's SSN ▶ **31a**

32 IRA deduction **32**

33 Student loan interest deduction **33**

34 Reserved **34**

35 Domestic production activities deduction. Attach Form 8903 **35**

36 Add lines 23 through 35 **36**

37 Subtract line 36 from line 22. This is your **adjusted gross income** ▶ **37**

For Disclosure, Privacy Act, and Paperwork Reduction Act Notice, see separate instructions. Cat. No. 113208 Form **1040** (2012)

Line 37- Adjusted
Gross Income

Medicaid in 2014

- **Adults without children: 133% FPL under MAGI Methodology**
- **Children aging out of foster care will remain eligible for Medicaid until age 26**
- **Children: Eligibility stays the same – MAGI Methodology applies. Eligibility at 261% FPL**
- **No monthly premiums to enroll in Rlte Care.**
- **Pregnant women: Eligibility stays the same – MAGI Methodology applies. Eligibility at 253% FPL**



Medicaid in 2014

Rlte Care/Rlte Share

- **Children:** Eligibility stays the same – MAGI Methodology applies
- **Pregnant women:** Eligibility stays the same – MAGI Methodology applies
- **Parents –** Eligibility changes to 133% FPL based on MAGI Methodology
- **Cost-sharing:** No monthly premiums to enroll in Rlte Care; Buy-in for Rlte Share (subject to approval from federal government).



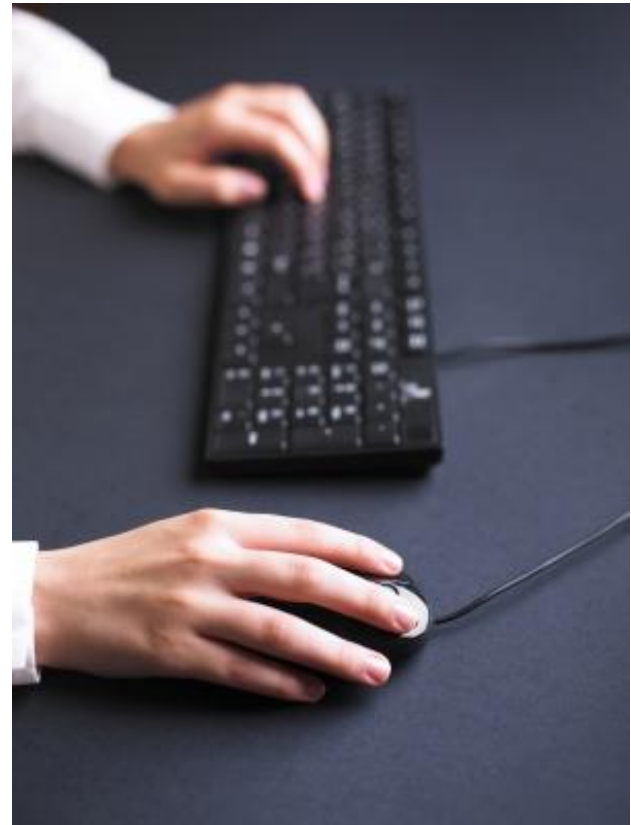
Medicaid in 2014

Rlte Care/Rlte Share

Families currently enrolled in Rlte Care/Rlte Share will have new MAGI rules applied at recertification.

Recertification will be postponed for one year.

Recertification will be online.



Photos provided by freedigitaldownloads.net

Medicaid in 2014

Parents

- **May still be eligible in January**
 - **Disabled**
 - **Pregnant**
 - **New MAGI income**
- **Notice – Informational (October) and individual (December)**
- **New state program to help pay premium if enroll through HSRI**



Photos provided by freedigitaldownloads.net

Medicaid in 2014

Parents

- **Parents who appear to be ineligible in January will receive informational notice in October**
- **Health plans will be provided list of parents and can contact parent**
 - **Continuity of care**
 - **Dental coverage**

Medicaid in 2014

Parents

- **Parents advised to call contact center to enroll in insurance through HSRI**
- **Parents should be eligible for federal tax credit, cost-sharing reduction (help paying for out of pocket expenses) and state premium assistance**



Medicaid in 2014

New State Health Assistance Program

- **Additional assistance beyond federal premium tax-credits and cost-sharing.**
- **In discussions with Federal Government for potential federal financial participation**
- **Working closely with HealthSource RI to implement.**

Help Paying for Private Insurance Premium Tax Credit

Purchase coverage through: HealthSource RI

Income below <400% FPL

Family Size/Yearly Income

- | | |
|---|-----------|
| 1 | <\$46,000 |
| 2 | <\$62,000 |
| 3 | <\$78,000 |
| 4 | <\$94,000 |

Not eligible for other coverage

- ✓ Medicaid
- ✓ Other public insurance
- ✓ Affordable employer insurance that meets minimum value test
- ✓ Affordable employer coverage= cost is less than 9.5% of income to buy individual coverage

How the Tax Credit Works

**“Second Lowest-cost Silver Plan”
– Purchaser’s Premium Contribution**

= TAX CREDIT

Percentage of Poverty Line	Premium Contribution as Percentage of Income
100-133% FPL	2%
133-150% FPL	3 - 4%
150-200% FPL	4 - 6.3%
200-250% FPL	6.3 - 8.1%
250-300% FPL	8.1 - 9.5%
300-350% FPL	9.5%
350-400% FPL	9.5%

- Can claim credit when filing taxes or take the credit each month and use it to help pay for health insurance
- Can designate amount to take in advance

How the Tax Credit Works

John (Age 27)
Earns: \$21,800/year

Cost of plan: \$2,892/year
\$241/month



John's contribution (5.83% of income): \$1,272/year

Yearly Tax Credit: \$1,620

The monthly credit: \$135



John Can Use the Tax Credit to Help Pay for Any Plan

	NHPRI	BCBSRI	BCBSRI	BCBSRI
Plan Name	NHPRI Plus	VantageBlue Direct 3000/6000 (2 nd lowest cost plan)	BlueSolutions for HSA Direct 5000/10000	BCBSRI BasicBlue Direct
Plan Category	Gold	Silver	Bronze	Catastrophic
Premium (Age 27)	\$3,384/year	\$2,892/year	\$2,088/year	\$1,884/year
Monthly Cost to John w/ Tax Credit	\$282 - \$135 = \$147	\$241 - \$135 = \$106	\$174 - \$135 = \$39	\$157 - \$135 = \$22

More detailed plan information can be found at www.HealthSourceRI.com

Families: Rlte Care and Tax Credit

Joan works as a dental assistant and has 2 children
Yearly Income: \$39,060 (twice the poverty level)

Starting January 2014:

Rlte Care: \$ 0
Exchange: \$205
Total: **\$205**



Photo provided by: www.freedigitalphotos.net

Requirement to Have Insurance

**Penalty assessed when file tax return
Unless Exempt**

Exemptions:

- **Below threshold for filing income tax (\$10,000 individual; \$20,000 family)**
- **Premium is more than 8% of income**
- **Incarcerated**
- **Undocumented**
- **Native American**
- **Member of certain religious sects**
- **Short coverage gap**



Requirement to Have Insurance

Penalty in 2014

The *greater* of:

- \$95 per adult and \$47.50 per child up to \$285 for a family *or*
- 1% of income

Income = total income above tax filing threshold (\$10,000 for individual and \$20,000 for family)

EXAMPLE: Requirement to Have Insurance

Family of 3

- Parent earns \$39,060/year (200% FPL)
- Children in Rlte Care

Parent penalty= \$95 *or* 1% of income (\$190.60)

PENALTY = \$190.60

1% of \$19,060

(\$39,060- \$20,000 =\$19,060)



Application Process

Online at:

- HealthSource RI
- RI Dept. of Human Services
- RI Executive Office of Health and Human Services

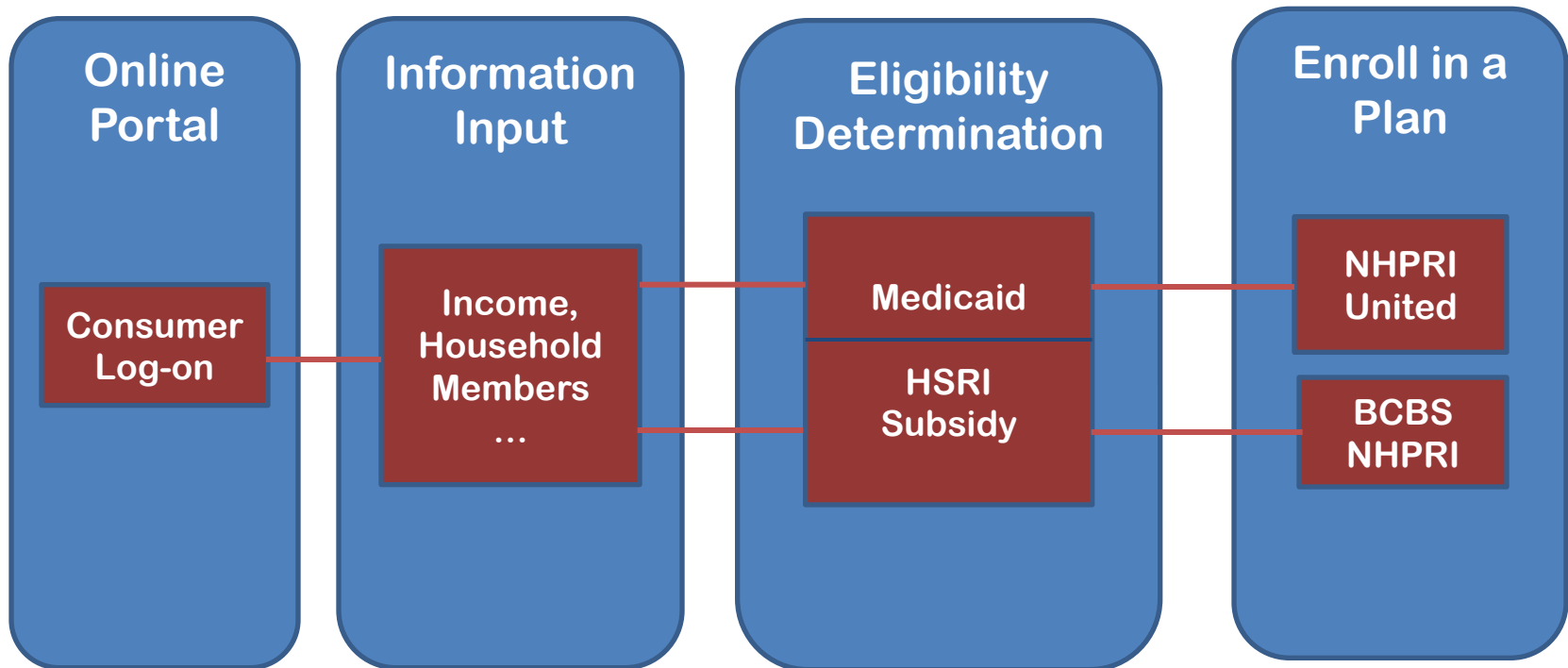


Photo provided by: www.freedigitalphotos.net

- Online enrollment begins October 1, 2013
 - Coverage starts January 1, 2014 for Medicaid expansion and commercial insurance

Type of Insurance	Enrollment Period
Commercial	Oct. 1, 2013 – Mar. 31, 2014 (Exceptions)
Medicaid	Any time

Enrolling in Coverage



Application for Rlte Care

October - December

Currently eligible (and not enrolled) children, parents, and pregnant women.

Will need to use paper application (MARC-1) to enroll.

- **Family Resource Counselors can help**

If apply online through HealthSource RI - eligibility will be determined as of January 2014.

Currently Eligible



Children: 250% FPL
\$48,828 – Family of 3



Parents: 175% FPL
\$34,178 – Family of 3



Pregnant Woman: 250% FPL
\$38,775

What's Next for Rite Care?

	Rite Care October 1, 2013 – December 31, 2013	Rite Care After January 1, 2014
Eligibility (See reverse for FPL chart)	Children <250% FPL Pregnant Women <250% FPL Parents <175% FPL	Children <250% FPL Pregnant Women <250% FPL Parents <138% FPL
Immigrants	<u>Children:</u> All lawfully present. No five year waiting period. <u>Pregnant women:</u> All (including undocumented) <u>Parents:</u> Certain lawfully present including refugees, granted asylum, legal permanent residents (LPR). Five year waiting period for LPR (not for refugee/asylee).	Same
Premiums	\$61 / \$77 / \$92 for families between 150-250% FPL, depending on income	\$0 for children with Rite Care or Rite Share coverage \$61 / \$77 / \$92 for parents with Rite Share coverage (150-250% FPL)
Sanctions	Previously: 2 consecutive months of nonpayment resulted in mandatory loss of coverage for entire family for 4 months No sanctions starting November (if system can be programmed in time).	No sanctions.
Income Determination	Gross earnings minus \$90, plus unearned income	MAGI (Modified Adjusted Gross Income – Adjusted gross income from income tax return with a few modifications)
Household Definition	Children, parents, spouses, step-parents	Tax filer and persons claimed as dependents
Application Process	Paper application (MARC-1) filed with DHS via field office or FRC, with supporting documentation.	Online application Available at HealthSource RI, (HealthSourceRI.com), DHS (dhs.ri.gov), and EOHHS (eohhs.ri.gov) websites Paper application still available for those who want it
Documentation / Backup	Proof of income (pay stubs, benefit award letters); proof of pregnancy.	Automatic online data matches Self attestation of pregnancy (Paper only needed in exceptional circumstances)
Recertification	Annually - paper	Annually, Recertification will be on-line, MAGI income rules will apply. Note: All recertifications due in calendar year 2014 will be pushed back until the corresponding month in 2015.
Sources of Information and Application Assistance	<i>Information</i> <ul style="list-style-type: none"> Rite Care/DHS Info Line (401-462-5300) DHS website (www.dhs.ri.gov) EOHHS website (www.eohhs.ri.gov) HealthSource RI Contact Center (855-840-4774) <i>Application Assistance</i> <ul style="list-style-type: none"> Family Resource Counselors at health centers and hospitals DHS Field Offices Navigators (at some sites) 	<i>Information</i> <ul style="list-style-type: none"> Rite Care/DHS Info Line (401-462-5300) DHS website (www.dhs.ri.gov) EOHHS website (www.eohhs.ri.gov) HealthSource RI Contact Center (855-840-4774) <i>Application Assistance</i> <ul style="list-style-type: none"> Navigators at community sites and health centers HealthSource RI Contact Center DHS Field Offices



GET COVERAGE FOR YOU OR YOUR FAMILY.

Find an affordable plan that's right for you and your family. Start comparing your options now.

[GET STARTED](#)



THERE ARE MORE WAYS WE CAN HELP.

There are programs available to assist you and your family. Find out which is right for you.

[GET MORE INFO](#)

Help Applying for Health Insurance



HealthSource RI Contact Center

- Call
- Chat
- In person



Navigators



DHS offices