DEPARTMENT OF SOCIAL SERVICES 744 P Street, Sacramento, CA 95814

February 11, 1981



ALL-COUNTY INFORMATION NOTICE I- 14-81

TO: COUNTY WELFARE DIRECTORS

ATTENTION: QUALITY CONTROL SUPERVISORS

SUBJECT: AFDC MBSAC, MAP, IKI TABLES

REFERENCE:

Attached are the new AFDC MBSAC, MAP, and In-Kind-Income (IKI) table amounts and appropriate review procedures effective January 1, 1981. The new tables reflect a reduction in the values which were effective July 1, 1980. The reduction reflects a change in the way the cost-of-living adjustments are calculated as required by Chapter 511, statutes of 1980 (AB 2982).

Counties were notified sufficiently in advance of the effective date to make the required reduction in the January 1981 aid payments. For Quality Control purposes an overpayment error exists for January 1981 if the action authorizing the reduction in the aid payment to the new levels is not taken on or before January 16. 1981.

Example: Review month - 1/81 FBU size - 4 persons

The ongoing grant for this case is \$563, and is paid in equal installments. For one reason or another the agency failed to reduce this grant to the new MAP level (\$550) for the review month and the 1st and the 15th warrants go out in the amount previously authorized. On 1/17/81, the agency discovers the error and sets up a \$13 overpayment adjustment from the 2/81 grant. Since the action taken by the agency is after 1/16/81, QC will cite a \$13 overpayment for the review month.

In reviewing continuing cases for 1/81 and 2/81, the old IKI values will be used in computing IKI because of prior month budgeting. The old IKI values in effect for 11/80 and 12/80 will be deducted from the new MAP levels in determining the amount of the grant.

Example: Review month - 2/81 FBU size - 4 persons

In 12/80 the client and her three children are living with her brother and sister-in-law. The brother decides not to charge his sister for housing and utilities, but she is to pay him \$150 per month for the FBU's share of the food. Since 12/80 is the income month, the IKI values in effect for 12/80 will be used.

IKI housing (FBU of 4) IKI utilities Total IKI	\$162 28 \$190
MAP (FBU of 4 eff. 1/1/81) IKI (values in effect for	\$550
12/80) Grant Amount	190 \$360

NOTE: In this example the IKI values for housing and utilities were to show the effect of using the old IKI tables in computing the grant. QC reviewers will still need to determine IKI using the lower amount of either the actual prorata cost of the contributed item(s) or by using the IKI tables (see 44-115.82).

One other effect of the reduction in the IKI tables has been to reduce the required UAM contribution from \$185 to \$182. (See All County Letter No. 80-64 for the treatment of UAM contributions.)

If you have any further questions on this matter, please contact the State Quality Control Supervisor responsible for your county.

Sincerely,

PHILIP J. MANRIQUEZ Deputy Director

Planning and Review Division

cc: CWDA

attachment