STATE OF WISCONSIN Department of Health Services Division of Medicaid Services



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Date: September 7, 2021 DMS Operations Memo 21-20

To: Income Maintenance Supervisors

Income Maintenance Lead Workers

Income Maintenance Staff

Affected Programs:	
☐ BadgerCare Plus	☐ Caretaker Supplement
	☐ FoodShare Employment
☐ Medicaid	and Training
☐ SeniorCare	

From: Jonelle Brom, Bureau Director

Bureau of Eligibility Operations & Training

Division of Medicaid Services

Jori Mundy Bureau Director

Bureau of Enrollment & Eligibility Policy

Division of Medicaid Services

FoodShare Cost of Living Adjustments

CROSS REFERENCE

- Operations Memo 20-20
- FoodShare Wisconsin Handbook, <u>Section 8.1 Tables</u>, <u>Section 4.3.3.8 Self-employment Expenses:</u>
 <u>Self-employed Child Care Provider</u>, <u>Section 4.4.1.4 Disregarded Assets</u>, and <u>Section 8.1.3</u>
 <u>Deductions</u>
- 7 C.F.R. § 273.9(d)

EFFECTIVE DATE

October 1, 2021

PURPOSE

The purpose of this Operations Memo is to announce the FoodShare Cost of Living Adjustments (COLA), new Standard Utility Allowance (SUA), and federal standard deductions for meals provided by self-employed child care providers for federal fiscal year (FFY) 2022. FFY 2022 is October 1, 2021, through September 30, 2022.

BACKGROUND

Each year, the U.S. Department of Agriculture (USDA) Food and Nutrition Service announces adjustments to FoodShare COLA (income limits for eligibility, maximum allotments, and deduction

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amounts), standard utility allowances, and self-employed child care provider meal deductions. The USDA uses the Thrifty Food Plan to calculate maximum allotments for FoodShare. For this federal fiscal year, the Thrifty Food Plan was revised as required in the 2018 Farm Bill. Based on those revisions, FoodShare maximum allotment amounts will increase. States are required to adjust allotments on October 1 of each year based on the Food and Nutrition Act. Changes to FoodShare benefits resulting from the annual changes cannot be overturned in a fair hearing; however, members still have the right to request a fair hearing.

POLICY

FOODSHARE COST OF LIVING ADJUSTMENTS FOR FEDERAL FISCAL YEAR 2022

Effective for October 1, 2021, eligibility determinations for FoodShare will apply the FFY 2022 COLA amounts, standard utility deductions, and self-employed child care provider meal deductions. CARES will be updated on September 4, 2021 to reflect the new amounts. FoodShare redeterminations after September 4, 2021 that result in a change of benefits for October will cause a Notice of Decision to be sent to the member. The new amounts are listed in the tables below. These amounts will be added to Section 8.1.1 Income Limits, Section 8.1.2 Allotment for Monthly Net Income and FoodShare Group Size, and Section 8.1.3 Deductions of the FoodShare Wisconsin Handbook with the next handbook release.

INCOME LIMIT AND ALLOTMENT AMOUNTS

Monthly Income Limit and Allotment Amounts for FFY 2022						
Assistance Group Size	200% Federal Poverty Level (FPL) Gross Income Limit	165% FPL Gross Income Limit	130% FPL Gross Income Limit	100% FPL Net Income Limit	Maximum Allotment	
1	\$2,148	\$1,771	\$1,396	\$1,074	\$250	
2	\$2,904	\$2,396	\$1,888	\$1,452	\$459	
3	\$3,660	\$3,020	\$2,379	\$1,830	\$658	
4	\$4,418	\$3,644	\$2,871	\$2,209	\$835	
5	\$5,174	\$4,268	\$3,363	\$2,587	\$992	
6	\$5,930	\$4,893	\$3,855	\$2,965	\$1,190	
7	\$6,688	\$5,517	\$4,347	\$3,344	\$1,316	
8	\$7,444	\$6,141	\$4,839	\$3,722	\$1,504	
9	\$8,202	\$6,766	\$5,331	\$4,101	\$1,692	
10	\$8,960	\$7,391	\$5,823	\$4,480	\$1,880	
Additional Member	\$758	\$625	\$492	\$379	\$188	

MINIMUM ALLOTMENT

The minimum monthly FoodShare allotment for categorically eligible food units that include one or two people will increase to \$20.

MAXIMUM EXCESS SHELTER DEDUCTION

The maximum excess shelter deduction will increase to \$597.

HOMELESS SHELTER DEDUCTION

The homeless shelter deduction will increase to \$160.

STANDARD DEDUCTION

The standard deduction is based on the size of an assistance group.

Standard Deduction for FFY 2022				
Assistance Group Size	Standard Deduction Amount			
1-3	\$177			
4	\$184			
5	\$215			
6 or more	\$246			

STANDARD UTILITY ALLOWANCES

The Heating Standard Utility Allowance (HSUA) will remain at \$462. The Limited Utility Allowance (LUA) will decrease to \$317. The Electric Utility Allowance (EUA) will decrease to \$140. The Water and Sewer Allowance (WUA) will increase to \$93. The Cooking Fuel Utility Allowance (FUA) will remain at \$37. The Phone Utility Allowance (PUA) will remain at \$29. The Trash Utility Allowance (TUA) will increase to \$24. Standard utility allowances for FFY 2022 are listed in the following table.

SUAs for FFY 2022			
SUA Code	Amount	Type of Utility Allowance	
HSUA	\$462	Heating	
LUA	\$317	Non-heat electric with at least one other qualifying expense	
EUA	\$140	Electric Utility Allowance	
WUA	\$93	Water and Sewer	
FUA	\$37	Cooking Fuel	
PUA	\$29	Telephone	
TUA	\$24	Garbage and Trash	

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Any cases with FoodShare eligibility run on or after September 4, 2021, will have the new SUA amounts applied, effective October 1, 2021.

SELF-EMPLOYED CHILD CARE PROVIDER DEDUCTIONS

Self-employed child care providers can deduct the cost of meals provided to enrolled children from the income earned by their child care business. They may report the actual cost of the meals, or they may use the federal standard deductions. The reported costs may not exceed allowable federal standard deductions based on the eligible tier. Tier 1 applies to households with income at or below 185 percent of the FPL income guidelines. Tier 2 applies to all other households.

Federal Standard Deductions					
Meals	Tier 1	Tier 2			
Breakfast	\$1.40	\$0.51			
Lunch or supper	\$2.63	\$1.59			
Supplement (snacks)	\$0.78	\$0.21			

ASSET LIMIT FOR FOODSHARE FOR THE ELDERLY BLIND, OR DISABLED

The asset limit applies to Elderly, Blind, or Disabled (EBD) food units (at least one member is elderly, blind, or disabled) with gross income over 200% of the FPL and with a net income that does not exceed 100% FPL. The asset limit will increase to \$3,750.

CONTACTS

BEOT CARES Information and Problem Resolution Center: DHSCAREScallcenter@wi.gov

DHS/DMS/BEOT DHS/DMS/BEEP/JT