#### § 435.1000

any adverse actions based on information from the Internal Revenue Service concerning unearned income.)

# Subpart K—Federal Financial Participation

# § 435.1000 Scope.

This subpart specifies when, and the extent to which, FFP is available in expenditures for determining eligibility and for Medicaid services to individuals determined eligible under this part, and prescribes limitations and conditions on FFP for those expenditures.

FFP IN EXPENDITURES FOR DETER-MINING ELIGIBILITY AND PROVIDING SERVICES

#### § 435.1001 FFP for administration.

- (a) FFP is available in the necessary administrative costs the State incurs in—
- (1) Determining and redetermining Medicaid eligibility and in providing Medicaid to eligible individuals; and
- (2) Determining presumptive eligibility for children and providing services to presumptively eligible children.
- (b) Administrative costs include any costs incident to an eye examination or medical examination to determine whether an individual is blind or disabled.

 $[43\ FR\ 45204,\ Sept.\ 29,\ 1978,\ as\ amended\ at\ 66\ FR\ 2667,\ Jan.\ 11,\ 2001]$ 

## § 435.1002 FFP for services.

- (a) Except for the limitations and conditions specified in §§ 435.1007, 35.1008, 435.1009, and 438.814 of this chapter, FFP is available in expenditures for Medicaid services for all recipients whose coverage is required or allowed under this part.
- (b) FFP is available in expenditures for services provided to recipients who were eligible for Medicaid in the month in which the medical care or services were provided except that, for recipients who establish eligibility for Medicaid by deducting incurred medical expenses from income, FFP is not available for expenses that are the recipient's liability. (See §§ 435.914 and 436.901)

of this subchapter for regulations on retroactive eligibility for Medicaid.)

- (c) FFP is available in expenditures for services covered under the plan that are furnished—
- (1) To children who are determined by a qualified entity to be presumptively eligible;
- (2) During a period of presumptive eligibility;
- (3) By a provider that is eligible for payment under the plan; and
- (4) Regardless of whether the children are determined eligible for Medicaid following the period of presumptive eligibility.

[43 FR 45204, Sept. 29, 1978, as amended at 44 FR 17939, Mar. 23, 1979; 66 FR 2667, Jan. 11, 2001; 67 FR 41095, June 14, 2002; 71 FR 39225, July 12, 2006]

### § 435.1003 FFP for redeterminations.

- (a) If the Social Security Administration (SSA) notifies an agency that a recipient has been determined ineligible for SSI, FFP is available in Medicaid expenditures for services to the recipient as follows:
- (1) If the agency receives the SSA notice by the 10th day of the month, FFP is available under this section only through the end of the month unless the recipient requests a hearing under subpart E, part 431 of this subchapter.
- (2) If the agency receives the SSA notice after the 10th day of the month, FFP is available only through the end of the following month, unless the recipient requests a hearing under subpart E, part 431 of this subchapter.
- (3) If a recipient requests a hearing, FFP is available as specified in subpart E, part 431 of this subchapter.
- (b) The agency must take prompt action to determine eligibility after receiving the SSA notice.
- (c) When a change in Federal law affects the eligibility of substantial numbers of Medicaid recipients, the Secretary may waive the otherwise applicable FFP requirements and redetermination time limits of this section, in order to provide a reasonable time to complete such redeterminations. The Secretary will designate an additional amount of time beyond that allowed