



JUN 6 1975

OMSN  
10  
54

# Department of State TELEGRAM

*cy filed 513.1*

UNCLASSIFIED 9263 POSS DUPE  
 Amb MVTrent *mm*  
 Schmitz Archer  
 Capt *N* de Graffenried  
 Col Smith

PAGE 01 STATE 131097  
 42  
 ORIGIN INT-05  
 INFO OCT-01 EA-10 10-10 L-03 190-00 /029 R  
 DRAFTED BY ADEGRAFFENRIED:OMSN:CG  
 APPROVED BY OMSN:MVTRENT

*208*

061069  
 P 1547Z JUN 75  
 FM SECSTATE WASHDC  
 TO HICOMTERPACIS  
 UNCLAS STATE 131097  
 E.O. 11652: N/ACQUIN...  
 TAGS: PFOR, TO...  
 SUBJ: HEALTH BENEFITS INFORMATION  
 PASS TO STATUS LNO BERGESEN

IN ADDITION OTHER HEALTH BENEFITS LISTED MEMORANDUM GIVEN SENATOR BORJA, FOLLOWING FEDERAL PROGRAMS WILL APPLY TO NMI UNDER COMMONWEALTH STATUS. THIS INFO SHOULD BE PASSED TO EDWARD PANGELINAN FOR SUCH USE AS HE MAY WISH TO COUNTER MISREPRESENTATIONS AND ALLEGATIONS REGARDING FEDERAL HEALTH BENEFITS AVAILABLE UNDER COMMONWEALTH.

1. MEDICAL ASSISTANCE PROGRAM (MEDICAID-TITLE IX U.S. SOCIAL SECURITY ACT)

NATURE OF PROGRAM ACTIVITY:

MEDICAL ASSISTANCE IS A GRANT-IN-AID PROGRAM TO ASSIST STATES IN PAYING FOR MEDICAL CARE AND HEALTH-RELATED SERVICES FOR CERTAIN GROUPS OF NEEDY PEOPLE, AND TO PROVIDE REHABILITATION AND OTHER SERVICES TO HELP SUCH PERSONS ATTAIN OR RETAIN CAPABILITY FOR INDEPENDENCE OR SELF-CARE. THE PROGRAM IS POPULARLY KNOWN AS "MEDICAID".

ELIGIBILITY:

PERSONS ELIGIBLE FOR MEDICAL ASSISTANCE INCLUDE NEEDY FAMILIES WITH DEPENDENT CHILDREN, AND AGED, BLIND, OR PERMANENTLY AND TOTALLY DISABLED INDIVIDUALS WHO ARE CURRENT-

UNCLASSIFIED

03 - 027879





Department of State **TELEGRAM**

UNCLASSIFIED

PAGE 03 STATE 131097

TOTALLY DISABLED, \$124; AND FOR PERSONS IN FAMILIES WITH DEPENDENT CHILDREN, \$45.

2. AID TO AGED, BLIND, AND DISABLED (SUPPLEMENTAL SECURITY INCOME-TITLE XVI U.S. SOCIAL SECURITY ACT)

NATURE OF PROGRAM ACTIVITY:

- THE SUPPLEMENTAL INCOME PROGRAM (SSI) IS PART OF A COMPREHENSIVE STRATEGY TO HELP THE AGED, BLIND, AND

DISABLED THROUGH A FEDERAL-STATE PARTNERSHIP. THE INTENT IS TO ALLOCATE TO EACH LEVEL OF GOVERNMENT, FEDERAL AND STATE, THOSE FUNCTIONS IT IS BEST ABLE TO PERFORM. AN IMPORTANT OBJECTIVE OF THIS PARTNERSHIP IS AN IMPROVED SYSTEM OF INFORMATION, REFERRAL, AND FOLLOW-UP. STATES ARE ABLE TO CONCENTRATE ON SOCIAL AND REHABILITATIVE SERVICES RATHER THAN CASH ASSISTANCE.

ELIGIBILITY:

- THE ELIGIBILITY OF AN INDIVIDUAL WHO HAS ATTAINED AGE 65 OR WHO IS BLIND OR DISABLED IS DETERMINED ON THE BASIS OF HIS MONTHLY INCOME, THE FIRST \$20 OF SOCIAL SECURITY OR OTHER INCOME WOULD NOT BE COUNTED. AN ADDITIONAL \$65 OF EARNED INCOME, PLUS ONE-HALF OF ANY MONTHLY EARNINGS ABOVE \$65, WOULD ALSO NOT BE COUNTED. IF, AFTER THESE EXCLUSIONS, AN INDIVIDUAL'S COUNTABLE INCOME IS LESS THAN \$146 A MONTH (\$219 FOR A COUPLE BOTH OF WHOM ARE CATEGORIZED AS ABOVE) AND RESOURCES ARE LESS THAN \$1,500 (\$2,250 FOR A COUPLE), HE IS ELIGIBLE FOR PAYMENTS. THE VALUE OF THE HOME, HOUSEHOLD GOODS, PERSONAL EFFECTS AUTOMOBILE, AND PROPERTY NEEDED FOR SELF-SUPPORT ARE, IF FOUND REASONABLE, EXCLUDED IN DETERMINING VALUE OF RESOURCES. LIFE INSURANCE POLICIES WITH FACE VALUE UNDER \$1,500 ARE EXCLUDED IN RESOURCE EVALUATION.

USE RESTRICTIONS:

- SUPPLEMENTAL SECURITY INCOME PAYMENTS ARE MADE TO PERSONS WHO HAVE ATTAINED AGE 65 OR WHO ARE BLIND OR DISABLED.

AVERAGE ASSISTANCE:

UNCLASSIFIED

027881



Department of State **TELEGRAM**

UNCLASSIFIED

PAGE 04 STATE 131097

- MONTHLY FEDERAL CASH PAYMENTS RANGE FROM \$1 TO \$146 FOR A SINGLE PERSON AND \$1 TO \$219 FOR AN INDIVIDUAL AND ELIGIBLE SPOUSE. BY JUNE, 1975, SSI WILL RAISE THE PAYMENTS TO \$157 PER PERSON AND \$236 PER COUPLE.

3. HEALTH INSURANCE FOR THE AGED - HOSPITAL INSURANCE (MEDICARE U.S. SOCIAL SECURITY ACT)

NATURE OF PROGRAM ACTIVITY:

- MEDICARE PROVIDES HOSPITAL INSURANCE PROTECTION FOR COVERED SERVICES TO ANY PERSON 65 OR OVER WHO IS ENTITLED TO SOCIAL SECURITY BENEFITS. A DEPENDENT SPOUSE 65 OR OVER IS ENTITLED TO MEDICARE BASED ON THE WORKER'S RECORD. THE COVERED PROTECTION IN EACH BENEFIT PERIOD INCLUDES HOSPITAL IN-PATIENT CARE; POST-HOSPITAL EXTENDED CARE; AND HOME HEALTH VISITS BY NURSES OR OTHER HEALTH WORKERS FROM A PARTICIPATING HOME HEALTH AGENCY. IT DOES NOT INCLUDE DOCTORS' SERVICES. UNDER SOCIAL SECURITY,

WORKERS, THEIR EMPLOYERS, AND SELF-EMPLOYED PEOPLE PAY A CONTRIBUTION BASED ON EARNINGS DURING THEIR WORKING YEARS. AT 65, THE PORTION OF THEIR CONTRIBUTION THAT HAS GONE INTO A SPECIAL HOSPITAL INSURANCE TRUST FUND GUARANTEES THAT WORKERS WILL HAVE HELP IN PAYING HOSPITAL BILLS.

ELIGIBILITY:

- ALL PEOPLE 65 OR OVER ARE ELIGIBLE FOR HOSPITAL INSURANCE PROTECTION IF THEY ARE ENTITLED TO SOCIAL SECURITY. NEARLY EVERYONE WHO REACHES 65 BEFORE 1968 IS ELIGIBLE FOR HOSPITAL INSURANCE, INCLUDING PEOPLE NOT ELIGIBLE FOR CASH SOCIAL SECURITY BENEFITS. A PERSON REACHING 65 IN 1968 OR LATER WHO IS NOT ELIGIBLE FOR CASH BENEFITS NEEDS SOME WORK CREDIT TO QUALIFY FOR HOSPITAL INSURANCE BENEFITS. THE AMOUNT OF CREDIT REQUIRED FOR HOSPITAL INSURANCE WILL BE THE SAME AS FOR SOCIAL SECURITY CASH BENEFITS.

USE RESTRICTIONS:

- HOSPITAL INSURANCE BENEFITS ARE PAID TO PARTICIPATING HOSPITALS, EXTENDED CARE FACILITIES (SKILLED NURSING HOMES), AND RELATED PROVIDERS OF HEALTH CARE TO COVER THE REASONABLE COST OF MEDICALLY NECESSARY SERVICES FURNISHED

UNCLASSIFIED

027882



Department of State **TELEGRAM**

UNCLASSIFIED

PAGE 05 STATE 131097

TO INDIVIDUALS ENTITLED UNDER THIS PROGRAM.

AVERAGE ASSISTANCE:

BENEFITS MAY BE PAID FOR MOST OF THE REASONABLE COSTS OF IN-PATIENT HOSPITAL SERVICES AND POST-HOSPITAL EXTENDED CARE SERVICES INCURRED IN A BENEFIT PERIOD. THE BENEFICIARY IS RESPONSIBLE FOR A \$68 IN-PATIENT HOSPITAL DEDUCTIBLE, A \$17 PER DAY CO-INSURANCE AMOUNT FOR THE 61ST THROUGH 90TH DAY OF IN-PATIENT HOSPITAL CARE, AND A \$8.50 PER DAY CO-INSURANCE AMOUNT AFTER 20 DAYS OF EXTENDED CARE SERVICES.

LISTED BELOW BY TYPE OF BILL ARE THE AVERAGE REIMBURSEMENT AMOUNTS PER CLAIM FOR FY 1972 AND FY 1973:

TYPE OF BILL	FY72	FY73
1. IN-PATIENT HOSPITAL	\$826	\$877
2. EXTENDED CARE FACILITY	393	402
3. HOME HEALTH	89	92

KISSINGER

027883

UNCLASSIFIED