A CA Deemed Income

Income is deemed from the following participants:

- <u>Deem income of stepparents</u>, when both of the following apply
 The stepparent is not receiving CA.
 The child's parent is in the home.
- <u>Deem income of parents</u> of an <u>unwed minor parent</u> (UMP) when the parent is not receiving CA.
- Deem income of the spouse of a married minor when the parent of the married minor is exercising responsibility for the care and control of the minor. (See <u>Parental Control(q)</u>)

AZTECS determines the correct countable amount of deemed income based on the Participation Code keyed in the AF PT field on SEPA. (See <u>CA Case Participation</u>)

When an <u>unwed minor parent</u> (UMP) applies for CA, calculations are performed on the income of the adult nonparent relative or legal guardian with whom the UMP lives.

The deemed income calculations determine whether an adult nonparent relative, or legal guardian meets the <u>UMP needs test</u> requirements. The needs test applies to the following:

- Nonparent relative of unwed minor parent
- Legal guardian of unwed minor parent

When the adult relative or legal guardian lives with a spouse, income of the spouse is included in the deeming process. The cost of employment deduction is allowed for each wage earner.

When a participant whose income must be deemed has dependents who are living in the home, complete the following:

- Add the dependents to the case
- Key OU in the AF PT field on SEPA for the dependents NOT included in the budgetary unit
- Key the following codes in the DEPENDT field on DEID for dependents keyed as OU on SEPA:

 For stepparent cases, key Y or S in the DEPENDT field next to the dependents of the stepparent. (AZTECS calculates the same budget for either code.)

For unwed minor parent cases, key D in the DEPENDT field next to the following dependents, as appropriate:

- Dependents of a parent of the minor parent
- Dependents of the adult nonparent relative or dependents of the legal guardian

EXCEPTION

Do not key Y, S, or D in the DEPENDT field next to a participant who is disqualified. (See Disqualified CA Participants)

Do not key D in the DEPENDT field next to a minor parent who is a participant in the CA budgetary unit.