

## .06 Homestead - Proceeds from Sale

When the participant sells or transfers a homestead, the following apply:

- For CA, give the participant 90 days after the sale of the homestead in which to reinvest the proceeds in another home.

When the participant states that they are not planning to reinvest the proceeds in another home within 90 days, count the proceeds as a resource.

When the participant reinvests any portion of the proceeds in another home within the 90 day period, do not count that portion as a resource. Any remaining proceeds MUST be counted as a resource.

When the proceeds are not reinvested in a new homestead at the end of 90 days, count all cash or resources received from the sale as a resource.

When all or part of the proceeds is invested in properties or resources other than a homestead, count such items as a resource.

When a homestead is transferred to a [life estate](#), count it as [real property](#).

Key the remaining proceeds according to the resource type on the applicable screens.

- For NA, count the proceeds from the sale of the homestead when they are received.

Key all proceeds according to the resource type on the applicable screens.

- For MA, when the participant has a pending MD application, give the participant 90 days after the sale of the homestead in which to reinvest the proceeds in another home, when BOTH of the following apply:

The homestead is sold while the application is pending.

The participant receives the proceeds while the MD application is pending.

When the participant reinvests any portion of the proceeds in another home within the 90 day period, count that portion as real property.

When the proceeds are not reinvested in a new homestead at the end of 90 days, count all cash or resources received from the sale according to the resource type.

When the participant receives proceeds from the sale of their homestead after the approval of the MD application, the change in resource does not affect the MD eligibility.

When the participant receives proceeds from the sale of their homestead prior to the date of application, the following apply:

- Count the proceeds when they are received.
- Key all proceeds according to the resource type on the applicable screens.

NOTE Resources count ONLY for the MD category.