

.09 Programs Administered by FAA - MA - Medical Expense Deduction

Medical Expense Deduction provides health care for participants and families that have had a [catastrophic illness\(g\)](#) or [medical event\(g\)](#).

Participants and their families, whose net income is over 100% of the current FPL, are determined Medicaid eligible based on incurred medical bills. [MD allowable expenses](#) deducted from the MD family budgetary unit's net income result in a new net income that must be equal to or under 40% of the current FPL. (See [Medical Expense Deduction](#) for policy and procedures)

When a pregnant participant is eligible in only the Medical Expense Deduction MA category, the Indicator Code that displays in the CAT field on MADA is PD.

NOTE Federal Emergency Services (FES) is not available to Medical Expense Deduction participants.