



Department of Human Resources
311 West Saratoga Street
Baltimore MD 21201

Family Investment Administration
ACTION TRANSMITTAL

Control Number: 06-38

Effective Date: UPON RECEIPT

Issuance Date: MAY 19, 2006

**TO: DIRECTORS, LOCAL DEPARTMENTS OF SOCIAL SERVICES
DEPUTY/ASSISTANT DIRECTORS FOR FAMILY INVESTMENT
FAMILY INVESTMENT SUPERVISORS AND ELIGIBILITY STAFF
HEALTH OFFICERS, LOCAL HEALTH DEPARTMENTS
LOCAL HEALTH DEPARTMENTS, ELIGIBILITY STAFF**

**FROM: KEVIN M. MCGUIRE, EXECUTIVE DIRECTOR
CHARLES E. LEHMAN, EXECUTIVE DIRECTOR, DHMH/OOEP**

RE: FLOOD INSURANCE PAYMENTS

PROGRAM AFFECTED: ALL PROGRAMS

ORIGINATING OFFICE: OFFICE OF PROGRAMS

SUMMARY:

This action transmittal provides policy about a recent amendment to the federal National Flood Insurance Act of 1968. The Act was amended to state that payments made under the National Flood Insurance Program (NFIP) are not counted as income or resources of the owner of the property when determining eligibility for any federal means-tested program.

The Federal Emergency Management Agency (FEMA) awards grants to States and communities. The State or community then gives the payments to individuals and businesses for activities that reduce the risk of repetitive flood damage.

NEW POLICY:

Do not count any payments received by property owners under NFIP as a resource or as income.

CARES Procedures:

- Enter a Source code of "ON" (Other Non-Countable – All Programs) on the UINC screen.
- Enter the NFIP amount, verification code and frequency code.
- Call done.

INQUIRIES:

Please direct food stamp questions to Kay Finegan 410-767-7939 or Rick McClendon 410-767-7307. Direct TCA questions to Marilyn Lorenzo at 410-767-7333 or Gretchen Simpson at 410-767-7937 and TDAP questions to Cynthia Carpenter at 410-767-7495. Direct Medical Assistance or MCHP questions to Cathy Sturgill at 410-238-1247.

cc: FIA Management Staff
Constituent Services
DHR Help Desk
DHMH Executive Staff
DHMH Management Staff