

MEDICAL EXPENSES - Answers

1. An elderly household who paid for out of pocket expenses for open heart surgery may choose to wait until their next annual recertification to report the expense and have it included as part of their total medical expenses?
True X False

2. It is time for you to prepare the annual recertification for Hope Smith, age 77, that lives in your elderly complex. Hope pays \$96.40 for Medicare Insurance monthly, has \$478 in verified prescription expenses, and verified expenses of \$1,050 to Dr. Davis, her orthopedic surgeon. What is the total of her medical expense?
\$ 2,685 (2684.80) .

3. Which of the following may not be included as anticipated medical expenses for the next 12 months?
 a. Cost of the care provided by a Home Health Aide
 b. Cost of surgery scheduled to occur in 2 months
 c. Non-prescription drugs taken regularly as required by a physician for a specific medical condition
 X d. Dental payments which will be reimbursed by an employer

4. The medical expense deduction is permitted only for families in which the head is 62 years old.
True False X .

5. Betty and Bob Grant (age 62) do not have insurance to cover Bob's operation. They have been paying \$105 a month toward the \$5,040 debt. What amount will be included as a medical expense?
 \$ 1,260 .

6. A review of the Grant's file indicates that a total of \$5,040 has been added to total medical expenses over a four year period. However, the Grant's bring a current invoice to their annual recertification interview. Over the four year period they have missed five payments and still owe \$525. Can this amount be included as a medical expense for this year's recertification? Yes No X .

7. Can the charges for a Lifeline Alert Necklace be included in the medical expense calculations for an elderly/disabled household? Yes No X .

8. George and Betty Martin are both 67 and occupy a unit at an elderly complex. HUD allows a \$400 deduction for the elderly and persons with disabilities. What is the amount of the deduction George and Betty will receive?

\$ 400 .

9. Wilma Jones, an elderly tenant who has severe arthritis, is unable to keep her apartment clean so she has hired someone to clean the apartment for \$100 per week. Can this expense be included as a medical expense?
Yes _____ No _____ Maybe X .

10. Kenisha Prior, an individual with disabilities, is moving in to a one bedroom unit at Weeping Willow Apartments. Calculate her medical expenses based on the following third party verification information:

True Blue Insurance with a monthly premium of \$125
Wilson's Pharmacy printout for 10/01/08 – 10/01/09 totaling \$562
Red Oak Dental \$100 for annual check- up done in March, 2009
Receipts for over-the-counter medications total 75.25

Total of Medical Expenses at move-in: \$ 2,062 .