Division of Medical Assistance

Commonwealth of Massachusetts Office of Medicaid

NOTICE OF PROPOSED AMENDMENT OF REGULATIONS

Under the authority of M.G.L. c. 118E, ss. 7 and 12 and in accordance with M.G.L. c. 30A, the Division of Medical Assistance (the Division) proposes to amend the following regulations.

130 CMR 501.000: Health Care Reform: MassHealth: General Policies 130 CMR 502.000: Health Care Reform: MassHealth: Eligibility Process

130 CMR 503.000: Health Care Reform: MassHealth: Universal Eligibility Requirements

130 CMR 505.000: Health Care Reform: MassHealth: Coverage Types

It is anticipated that these amendments will not go into effect before October 2025. There is no fiscal impact on cities and towns.

MassHealth proposes the following amendments.

130 CMR 501

- Case File Definitions: Remove language indicating that member account documentation is "permanent" to account for federal rules on case file retention.
- **Continuous Eligibility Definitions**: Conform with changes proposed to 130 CMR 505 to reflect new continuous eligibility benefits for certain populations.
- **Disabled Definitions**: To reflect current practice, amend the definition of "disabled" to align with the federal definition in Title XVI of the Social Security Act.
- **FPL Definitions**: MassHealth implements annual federal poverty level increases on March 1 each year to align with updates published in the Federal Register.
- **EAEDC**: MassHealth will provide all EAEDC referred eligible members with MassHealth Standard (the richest MassHealth benefit).
- Recoupment of Overpayments: Remove language reserving the right to recoup overpayment for medical services. This aligns with recent CMS guidance and does not preclude MassHealth from recovering within the limits set by federal law.

130 CMR 502

- Retroactive eligibility/Start dates: Starting July 2025, all members will receive
 retroactive coverage up to the first day of the third month before the month of application
 if (i) covered medical services were received during such period, and (ii) the applicant
 would have been eligible at the time services were provided (currently only available to
 certain groups). Otherwise, the coverage start date will default to the first day of the
 month of application.
- Family Assistance and Premium Assistance: Remove obsolete language, as Family Assistance is no longer the only benefit that can potentially receive Premium Assistance.
- Hospital Presumptive Eligibility Update: Add CommonHealth to the coverage types available during a Hospital Presumptive Eligibility period.

- Ex Parte Renewals: Perform annual autorenewals at the individual member level instead of by household.
- **Utilization of potential other benefits**: Eliminate the requirement that individuals apply for other cash benefits for which they may be entitled as a condition of Medicaid eligibility (e.g., Social Security, retirement benefits, etc.).

130 CMR 503

• **Utilization of potential other benefits**: Eliminate the requirement that individuals apply for other cash benefits for which they may be entitled as a condition of Medicaid eligibility (e.g., Social Security, retirement benefits, etc.).

130 CMR 505

- Continuous Eligibility: Provide (i) 12-months continuous coverage regardless of change in circumstances for children younger than 19 and individuals released from a correctional institution; and (ii) 24-months continuous coverage regardless of change in circumstances for all homeless individuals.
- TMA Start Date: Members eligible for 12 months transitional medical assistance (TMA) must begin their 12-month TMA period the month after a state (i) determines that an individual has experienced a TMA-qualifying event; and (ii) has provided the individual with advance notice. Under current practice, we begin the TMA period when the TMA-qualifying event occurred.
- **EAEDC**: Provide all EAEDC referred eligible members with MassHealth Standard (the richest MassHealth benefit).
- **CommonHealth**: CommonHealth members younger than 65 are no longer required to work or meet a one-time deductible.

In addition, all five amended regulations include the following changes.

- Add a severability clause to align with other MassHealth regulations.
- Update chapter titles to distinguish between modified adjusted gross income (MAGI) and non-MAGI methodologies.
- Broaden the regulatory authority citation to M.G.L. c. 118E instead of citing specific sections within c. 118E to ensure that relevant sections not currently cited, such as Sec. 9 (Eligibility), are included.

To submit data, views, or arguments concerning these proposed amendments, please email them to masshealthpublicnotice@mass.gov as an attached Word or PDF document or as text within the body of the email with the name of the regulation in the subject line. All submissions must include the sender's full name, mailing address, and organization or affiliation, if any. Individuals who are unable to submit comments by email should mail comments to EOHHS, c/o D. Briggs, 100 Hancock Street, 6th Floor, Quincy, MA 02171. Comments will be accepted through 5:00 p.m. on Friday, July 25, 2025. The Division specifically invites comments as to how the amendments may affect beneficiary access to care.

All persons desiring to review the current draft of the proposed regulation may go to www.mass.gov/info-details/masshealth-public-notices or request a copy in writing from MassHealth Publications, 100 Hancock Street, 6th Floor, Quincy, MA 02171.

The Division may adopt a revised version of the proposed regulation taking into account relevant comments and any other practical alternatives that come to its attention.

July 3, 2025

Small Business Impact Statement (As required by M.G.L. c. 30A §§ 2, 3 & 5)						
	CMR No: 130 CMR 501.000					
Estima	te of th	e Number of Small Businesses Impacted by the Regulation: 0 Select Yes or No and Briefly Explain				
Yes	No	Will small businesses have to create, file, or issue additional reports?				
		Not applicable.				
Yes	No	Will small businesses have to implement additional recordkeeping procedures?				
		Not applicable.				
Yes	No	Will small businesses have to provide additional administrative oversight?				
		Not applicable.				
Yes	No	Will small businesses have to hire additional employees in order to comply with the proposed				
		regulation?				
		Not applicable.				
Yes	No	Does compliance with the regulation require small businesses to hire other professionals (e.g. a lawyer,				
		accountant, engineer, etc.)?				
		Not applicable.				
Yes	No	Does the regulation require small businesses to purchase a product or make any other capital				
		investments in order to comply with the regulation?				
		Not applicable.				
Yes	No	Are performance standards more appropriate than design/operational standards to accomplish the				
		regulatory objective?				
		(Performance standards express requirements in terms of outcomes, giving the regulated party				
		flexibility to achieve regulatory objectives and design/operational standards specify exactly what actions regulated parties must take.)				
		Not applicable.				
V	NT.					
Yes	No ⊠	Do any other regulations duplicate or conflict with the proposed regulation? Not applicable.				
Yes	No	Does the regulation require small businesses to cooperate with audits, inspections or other regulatory				
		enforcement activities?				

		Not applicable.
Yes	No 🗵	Does the regulation require small businesses to provide educational services to keep up to date with regulatory requirements? Not applicable.
Yes	No 🖂	Is the regulation likely to <i>deter</i> the formation of small businesses in Massachusetts? Not applicable.
Yes	No 🖂	Is the regulation likely to <i>encourage</i> the formation of small businesses in Massachusetts? Not applicable.
Yes	No 🗵	Does the regulation provide for less stringent compliance or reporting requirements for small businesses? Not applicable.
Yes	No 🗵	Does the regulation establish less stringent schedules or deadlines for compliance or reporting requirements for small businesses? Not applicable.
Yes	No 🖂	Did the agency consolidate or simplify compliance or reporting requirements for small businesses? Not applicable.
Yes	No 🗵	Can performance standards for small businesses replace design or operational standards without hindering delivery of the regulatory objective? Not applicable.
Yes	No 🖂	Are there alternative regulatory methods that would minimize the adverse impact on small businesses? Not applicable.

Small Business Impact Statement (As required by M.G.L. c. 30A §§ 2, 3 & 5) CMR No: 130 CMR 502.000 Estimate of the Number of Small Businesses Impacted by the Regulation: 0 Select Yes or No and Briefly Explain Yes Will small businesses have to create, file, or issue additional reports? \times Not applicable. Yes No Will small businesses have to implement additional recordkeeping procedures? Not applicable. Yes No Will small businesses have to provide additional administrative oversight? Not applicable. Yes No Will small businesses have to hire additional employees in order to comply with the proposed regulation? Not applicable. Yes No Does compliance with the regulation require small businesses to hire other professionals (e.g. a lawyer, \times accountant, engineer, etc.)? Not applicable. Yes No Does the regulation require small businesses to purchase a product or make any other capital investments in order to comply with the regulation? Not applicable. Yes No Are performance standards more appropriate than design/operational standards to accomplish the regulatory objective? (Performance standards express requirements in terms of outcomes, giving the regulated party flexibility to achieve regulatory objectives and design/operational standards specify exactly what actions regulated parties must take.) Not applicable. Yes No Do any other regulations duplicate or conflict with the proposed regulation? \times Not applicable. Yes No Does the regulation require small businesses to cooperate with audits, inspections or other regulatory enforcement activities? Not applicable. Yes No Does the regulation require small businesses to provide educational services to keep up to date with \times regulatory requirements? Not applicable. Yes No Is the regulation likely to *deter* the formation of small businesses in Massachusetts?

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