

January 29, 2020

Matthew Dent, POA for RICHARD D. VOELKER
5606 Johnsfield Rd.
Standish, MI 48658

STATE OF MICHIGAN
Department of Health and Human Services
57150 CR 681
Hartford, MI 49057

RE: UNEARNED INCOME AND OTHER MATTERS (CASE # 125767644)

TO WHOM IT MAY CONCERN

The following information summarizes a number of financial matters related to Mr. Voelker.

First is a summary of anticipated regular income from non-SSI income sources and Expenses for medical and prescription insurance for 2021.

Following that is presented additional information regarding his 2020 Regular/Periodic Unearned Income as well as a information on a number of "one-time" payments made to Mr. Voelker in 2020.

2021 – NON-SSI INCOME

LCMS FOUNDATION – CHARITABLE REMAINDER TRUST	\$593.28*
*Estimated based on 2020 year end statements.	
*Income verification letter requested but not yet received.	
Prudential Income Annuity	\$419.41**
**POST-withholding Amount listed	
**Prudential deducts \$43.72 as FEDERAL TAX WITHHOLDING monthly	
**PRE-withholding amount = \$463.13	
MATTEL Widower Pension	\$166.16***
***POST-Withholding Amount listed	
**MATTEL deducts \$20.44 as FEDERAL TAX WITHHOLDING monthly	
**PRE-withholding amount = \$186.60	

2021 – EXPENSES

Medicare	\$148.50
*See attached SSI notification	
Medicare Supplemental (Colonial Penn)	\$176.18*
*See attached policy summary.	
Supplemental Prescription Drugs	\$ 28.40
*See attached Notification Letter	

2020 -- REGULAR/PERIODIC INCOME

(**including information responsive to documentation received by DHHS regarding “UNEARNED INCOME”):

DHS has or will receive documentation from the federal or state government regarding UNEARNED INCOME for Mr. Richard Voelker beyond what he receives as SOCIAL SECURITY income each month. The sources of regular/periodic “unearned income” for Mr. Voelker has not changed. There are three sources for regular/periodic “unearned income” received by Mr. Voelker:

(1) Widowed Spousal Pension provided by MATTEL in the amount of \$166.16/month after \$20.44/mo. is deducted for federal income tax withholding.

(2) An Income Annuity established at Prudential Securities in the amount of \$419.41/month after \$43.72/mo is deducted for federal withholding.

(3) Income from a CHARITABLE REMAINDER UNITRUST held and managed by THE LCMS FOUNDATION in the amount of \$586.51/month for the year 2020.

OTHER RECEIPTS IN 2020.

In addition to the regular/periodic income from Social Security and the sources listed above, Mr. Voelker received the following amounts from the following sources in 2020.

- | | |
|---|-----------|
| 1) COVID19 STIMULUS | \$1200.00 |
| 2) Refund of overpaid prescription drugs | \$1746.25 |
| ((NOTE: This amount includes an OVERPAYMENT <u>to</u> Mr. Voelker in the amount of \$626.31))
(see discussion below) | |
| 3) Sale of personal items | \$500.00 |
| (see discussion below) | |

TOTAL: \$3446.25

COVID 19 STIMULUS and SALE OF PERSONAL ITEMS

HURON WOODS bills in advance for services with payment due by the 5th of the month for the services to be rendered during that month. Mr. Voelker’s income is deposited in his bank account throughout the month with a significant portion coming in on the 15th or later. Though Medicaid has a \$2,000 asset cap for application, Mr. Voelker’s assets were far below that amount when he began on Medicaid. As a result, there has not been sufficient funds in his account on the date due to render payment. This has caused friction with the administration of the facility as he cannot pay out of his account what he does not have in his account.

Furthermore, during his stay at skilled nursing, it has become more and more obvious to Mr. Voelker that a return to an in-home living situation is increasingly unlikely due to his need for assistance with daily living tasks. He would like to transition into a COMMUNITY CARE/Assisted Living situation, if one became available at a price Mr. Voelker could afford or if his income dropped below the threshold necessary to receive state assistance in a community living arrangement. In anticipation of

doing so, Mr. Voelker retained a number of household and personal items that would be of use if this became a reality.

After searching for appropriate facilities, it has become clear that such a transition is unlikely. Therefore, in an effort to reduce the friction with the current facility and make funds available to pay Huron Woods earlier in the month (before the monthly deposits were made in Mr. Voelker's bank account from various income sources), a buyer was sought for some of the personal affects that were in storage which someone may find useful and be willing to pay. In June of 2020, a buyer was found for a used TV and an older model used laptop computer for which Mr. Voelker received \$500.

These funds (the COVID-19 stimulus and the receipts from the sale of personal items) were used to advance the payment date of Mr. Voelker's nursing home care.

PRESCRIPTION DRUG REFUND

In June of 2020, Mr. Voelker received a check in the amount of \$1746.25 from CVS/CAREMARK(OMNICARE) that represented the total of two checks which had been previously issued to Mr. Voelker but were never cashed or deposited and were found among Mr. Voelker's affects earlier in the year. The expired checks were returned to CVS/CAREMARK and a new check for their total was issued IN SPITE OF AN EXPLICIT REQUEST to deduct the outstanding balance due (\$626.31) and only refunding the remainder.

(See PENDING PAYMENTS (below) for current statement and status of payment to OMNICARE [a subsidiary of CVS/CAREMARK]).

Even after the retroactive application for Medicaid, there remained a balance due to HURON WOODS for care given to Mr. Voelker prior to his Medicaid enrollment. The funds refunded from the prescription drug provider was used to fund CHECK #474 (copy attached) that was issued to HURON WOODS in the amount of \$1153.00 to pay the past due balance for the care Mr. Voelker received prior to his enrollment in MEDICAID. (**Note, though the check from CVS/CAREMARK was for 1746.25, that represents an overpayment TO Mr. Voelker of \$626.31 – making the NET income to Mr. Voelker from this event \$1119.94).

ADDITIONAL PAYMENTS AFTER 12/31/20 BANK STATEMENT

PENDING PAYMENTS

The following list of checks have been written but were not cleared by December 31, 2020. Notes are included with each item.

CK#	Amount	Description/Explanation
725	\$2266.00	Huron Woods – December 2020
726	\$2266.00	Huron Woods – January 2021
727	\$ 26.71	BEHAVIORAL CARE SOLUTIONS *Services rendered 1/29/2019 *Statement Attached
728	\$ 626.31	OMNICARE *Return of OVERPAYMENT of Prescription Refund *Statement Attached
729	\$2266.00	Huron Woods – February 2021
TOTAL PENDING PAYMENTS		\$7451.02