

SENATE BILL 311

Unofficial Copy
O1
HB 640/00 - APP

2001 Regular Session
1lr1642
CF 1lr1083

By: ~~Senators Van Hollen, Bromwell, Dorman, Hafer, Hoffman, Kasemeyer,~~
~~Madden, McFadden, Middleton, Pinsky, and Sfikas~~ Exum, Hafer,
Hoffman, Kasemeyer, Kelley, Lawlah, Madden, McFadden, Middleton,
Pinsky, Roesser, and Sfikas

Introduced and read first time: January 29, 2001
Assigned to: Finance and Budget and Taxation

Committee Report: Favorable with amendments
Senate action: Adopted
Read second time: March 27, 2001

CHAPTER _____

1 AN ACT concerning

2 **Maryland Individual Development Account Act**

3 FOR the purpose of requiring the Secretary of Human Resources to initiate an
4 Individual Development Account Demonstration Program with certain purposes
5 and terms; requiring that participants meet certain eligibility requirements and
6 limit use of the account to certain purchases; requiring participating individuals
7 and organizations to perform certain functions; establishing the scope and
8 funding for the Program; requiring the Department of Human Resources to
9 submit an annual evaluation of the Program to the General Assembly; and
10 generally relating to the Individual Development Account Demonstration
11 Program.

12 BY adding to
13 Article 88A - Department of Human Resources
14 Section 90 through 95 to be under the new subtitle "Maryland Individual
15 Development Accounts"
16 Annotated Code of Maryland
17 (1998 Replacement Volume and 2000 Supplement)

18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
19 MARYLAND, That the Laws of Maryland read as follows:

Article 88A - Department of Human Resources**MARYLAND INDIVIDUAL DEVELOPMENT ACCOUNTS**

90.

(A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.

(B) "INDIVIDUAL DEVELOPMENT ACCOUNT" MEANS A SAVINGS ACCOUNT OPENED BY A PROGRAM PARTICIPANT AT A FEDERALLY INSURED INSTITUTION UNDER THE TERMS OF THE PROGRAM THAT WILL BE THE BASIS FOR DETERMINING THE AMOUNT OF MATCHING FUNDS PROVIDED TO THE PARTICIPANT UNDER THE PROGRAM.

(C) "PROGRAM" MEANS THE INDIVIDUAL DEVELOPMENT ACCOUNT DEMONSTRATION PROGRAM DESCRIBED IN THIS SUBTITLE.

(D) "PROGRAM PARTICIPANT" MEANS AN INDIVIDUAL WHO HAS CONTRACTED WITH A SERVICE PROVIDER TO PARTICIPATE IN THE PROGRAM AND HAS OPENED AN INDIVIDUAL DEVELOPMENT ACCOUNT.

(E) "SERVICE PROVIDER" MEANS ANY PUBLIC ENTITY OR NONPROFIT ORGANIZATION EXEMPT FROM TAXATION UNDER § 501(C)(3) OF THE INTERNAL REVENUE CODE.

(F) "TECHNICAL ASSISTANCE ORGANIZATION" MEANS AN ORGANIZATION THAT PROVIDES TECHNICAL ASSISTANCE, TRAINING, PROGRAM DESIGN, TRACKING, AND EVALUATION TO THE SERVICE PROVIDERS.

91.

(A) THE SECRETARY SHALL INITIATE AN INDIVIDUAL DEVELOPMENT ACCOUNT DEMONSTRATION PROGRAM WHOSE PURPOSE IS TO ASSIST LOW-INCOME PEOPLE TO SAVE MONEYS FOR THE PURCHASE OF CERTAIN ASSETS.

(B) UNDER THE DEMONSTRATION PROGRAM, STATE MATCHING FUNDS AND PRIVATELY DONATED FUNDS WILL BE PROVIDED TO ELIGIBLE INDIVIDUALS WHO SAVE MONEY FOR PURPOSES SPECIFIED IN THIS SUBTITLE.

(C) ELIGIBILITY FOR PARTICIPATION IN THE PROGRAM SHALL BE LIMITED TO INDIVIDUALS WHO MEET THE FOLLOWING CRITERIA:

(1) THE INDIVIDUAL IS EMPLOYED;

(2) THE INCOME OF THE INDIVIDUAL'S HOUSEHOLD DOES NOT EXCEED 200% OF THE FEDERAL POVERTY LEVEL;

(3) THE LIQUID ASSETS OF THE INDIVIDUAL'S HOUSEHOLD DO NOT EXCEED \$5,000, EXCLUDING HOME EQUITY VALUE AND ONE VEHICLE; AND

1 (4) THE INDIVIDUAL HAS DEMONSTRATED A WILLINGNESS TO ENTER
2 INTO A CONTRACT TO SAVE MONEY FOR ASSET PURCHASE.

3 (D) INDIVIDUAL DEVELOPMENT ACCOUNTS MAY BE USED BY ACCOUNT
4 HOLDERS FOR THE FOLLOWING PURPOSES:

5 (1) POSTSECONDARY AND VOCATIONAL EDUCATIONAL EXPENSES
6 OTHER THAN TUITION;

7 (2) ACQUISITION COSTS FOR A HOME; AND

8 ~~(3) MAJOR HOME REPAIRS PROVIDING STRUCTURAL IMPROVEMENTS~~
9 ~~THAT WILL LAST AT LEAST 10 YEARS; AND~~

10 ~~(4)~~ (3) AMOUNTS PAID DIRECTLY INTO A BUSINESS CAPITALIZATION
11 ACCOUNT THAT IS:

12 (I) ESTABLISHED IN A FEDERALLY INSURED FINANCIAL
13 INSTITUTION; AND

14 (II) RESTRICTED TO USE FOR QUALIFIED BUSINESS EXPENSES, AS
15 DETERMINED BY THE SERVICE PROVIDER.

16 92.

17 (A) AN INDIVIDUAL SELECTED FOR PARTICIPATION IN THE PROGRAM SHALL:

18 (1) CONTRACT WITH THE INDIVIDUAL'S SERVICE PROVIDER REGARDING
19 THE OPENING AND MANAGEMENT OF A SAVINGS ACCOUNT;

20 (2) DEPOSIT EARNED INCOME EACH MONTH INTO THE ACCOUNT;

21 (3) SELECT PURCHASE GOALS FOR WHICH THE SAVINGS WILL BE USED;
22 AND

23 (4) COMMUNICATE REGULARLY WITH THE SERVICE PROVIDER
24 REGARDING THE ACCOUNT.

25 (B) A SERVICE PROVIDER SHALL:

26 (1) RECRUIT AND SELECT ELIGIBLE PROGRAM PARTICIPANTS;

27 (2) HELP ELIGIBLE PROGRAM PARTICIPANTS OPEN INDIVIDUAL
28 DEVELOPMENT ACCOUNTS IN FEDERALLY INSURED INSTITUTIONS;

29 (3) PROVIDE FINANCIAL LITERACY TRAINING;

30 (4) HELP PROGRAM PARTICIPANTS IDENTIFY APPROPRIATE USES FOR
31 THE SAVINGS;

1 (5) SOLICIT DONATIONS FROM PRIVATE ENTITIES INCLUDING THE
2 FINANCIAL INSTITUTION AT WHICH THE INDIVIDUAL DEVELOPMENT ACCOUNTS
3 ARE LOCATED FOR THE PURPOSE OF IMPLEMENTING OR ENHANCING THE BENEFITS
4 OF THE PROGRAM;

5 (6) ~~MAINTAIN A POOL FUND~~ AN ACCOUNT AT A FEDERALLY INSURED
6 INSTITUTION CONSISTING OF STATE MATCHING FUNDS RECEIVED EACH FISCAL
7 YEAR REPRESENTING THE MATCHED CONTRIBUTIONS FOR PROGRAM PARTICIPANTS
8 UNDER THE SUPERVISION OF THE SERVICE PROVIDER AND ANY PRIVATE
9 DONATIONS RECEIVED BY THE SERVICE PROVIDER FOR THE PURPOSE OF
10 IMPLEMENTING OR ENHANCING THE BENEFITS OF THE PROGRAM;

11 (7) AFTER OBTAINING WRITTEN AUTHORIZATION FROM THE PROGRAM
12 PARTICIPANT, SHARE ALL ACCOUNT INFORMATION WITH THE ASSIGNED TECHNICAL
13 ASSISTANCE ORGANIZATION;

14 (8) ~~HELP INDIVIDUALS RECEIVE THEIR MATCHING FUNDS AT THE~~
15 ~~CONCLUSION OF THE PROGRAM AT THE CONCLUSION OF AN INDIVIDUAL'S~~
16 PARTICIPATION IN THE PROGRAM, PROVIDE THE INDIVIDUAL WITH THE
17 APPROPRIATE LEVEL OF STATE MATCHING FUNDS HELD BY THE SERVICE PROVIDER
18 ON BEHALF OF THE INDIVIDUAL, INCLUDING ANY INTEREST EARNED ON THE
19 MATCHING FUNDS;

20 (9) PROVIDE OR IDENTIFY SUPPORTIVE SERVICES TO HELP THE
21 PROGRAM PARTICIPANT REACH THE OUTCOME SELECTED;

22 (10) LINK PROGRAM PARTICIPANTS TO OTHER ACTIVITIES THAT FOSTER
23 INDEPENDENCE;

24 (11) LIMIT THE NUMBER OF PROGRAM PARTICIPANTS UNDER ITS
25 SUPERVISION TO 150; AND

26 (12) PROVIDE OTHER SERVICES NECESSARY FOR THE EFFECTIVE
27 IMPLEMENTATION OF THE PROGRAM.

28 (C) A THE TECHNICAL ASSISTANCE ORGANIZATION SHALL:

29 (1) ~~MANAGE THE RESERVE FUND CONSISTING OF THE DEPARTMENT'S~~
30 ~~ANNUAL FUNDING FOR THE PROGRAM BY:~~

31 ~~(I) RECEIVING ALLOCATED FUNDING FROM THE DEPARTMENT~~
32 ~~AND MAINTAINING IT IN A FEDERALLY INSURED INSTITUTION;~~

33 ~~(II) TRANSMITTING MATCHING STATE FUNDS AND DONATED~~
34 ~~PRIVATE FUNDS TO THE SERVICE PROVIDERS;~~

35 ~~(III) TRANSMITTING \$200 PER PROGRAM PARTICIPANT FOR A~~
36 ~~MAXIMUM OF 3 YEARS TO EACH SERVICE PROVIDER FOR TRAINING AND~~
37 ~~EDUCATIONAL EXPENSES;~~

- 1 ~~(IV)~~ DEPOSITING PRIVATE DONATIONS; AND
- 2 ~~(V)~~ REDEPOSITING FUNDING RETURNED BY SERVICE PROVIDERS
- 3 MAINTAIN AN ACCOUNT AT A FEDERALLY INSURED INSTITUTION THAT INCLUDES:
- 4 (I) THE FUNDS PROVIDED BY THE DEPARTMENT FOR THE
- 5 PROGRAM EACH FISCAL YEAR;
- 6 (II) PRIVATE DONATIONS RECEIVED BY THE TECHNICAL
- 7 ASSISTANCE ORGANIZATION FOR THE PURPOSE OF IMPLEMENTING OR ENHANCING
- 8 THE BENEFITS OF THE PROGRAM; AND
- 9 (III) STATE MATCHING FUNDS RETURNED BY A SERVICE PROVIDER
- 10 AS A RESULT OF A PROGRAM PARTICIPANT'S WITHDRAWAL FROM THE PROGRAM,
- 11 INCLUDING ANY INTEREST ON THE MATCHING FUNDS;
- 12 (2) TRANSMIT FUNDS EACH FISCAL YEAR TO SERVICE PROVIDERS IN AN
- 13 AMOUNT THAT REPRESENTS THE LEVEL OF STATE MATCHING FUNDS FOR WHICH
- 14 PROGRAM PARTICIPANTS UNDER THE SUPERVISION OF THE SERVICE PROVIDER
- 15 HAVE QUALIFIED IN THE PRIOR FISCAL YEAR AND TRANSMIT PRIVATE DONATIONS
- 16 RECEIVED BY THE TECHNICAL ASSISTANCE ORGANIZATION FOR THE PURPOSE OF
- 17 IMPLEMENTING OR ENHANCING THE BENEFITS OF THE PROGRAM;
- 18 (3) TRANSMIT AN APPROPRIATE AMOUNT OF FUNDS EACH FISCAL YEAR
- 19 TO SERVICE PROVIDERS FOR TRAINING AND EDUCATIONAL EXPENSES THAT MAY
- 20 NOT EXCEED \$200 PER PROGRAM PARTICIPANT UNDER THE SUPERVISION OF THE
- 21 SERVICE PROVIDER IN THE PRIOR FISCAL YEAR;
- 22 ~~(2)~~ (4) SOLICIT NONPROFIT ORGANIZATIONS TO APPLY TO BECOME
- 23 SERVICE PROVIDERS;
- 24 ~~(3)~~ (5) SELECT SERVICE PROVIDERS FROM APPLICANTS BASED ON
- 25 FACTORS INCLUDING:
- 26 (I) STABILITY;
- 27 (II) GEOGRAPHICAL DISTRIBUTION; AND
- 28 (III) ABILITY TO PROVIDE SERVICES DESCRIBED IN SUBSECTION (B)
- 29 OF THIS SECTION;
- 30 ~~(4)~~ (6) PROVIDE TECHNICAL ASSISTANCE AND TRAINING IN
- 31 FINANCIAL LITERACY AND PROGRAM DESIGN TO SERVICE PROVIDERS;
- 32 ~~(5)~~ (7) TRACK AND EVALUATE PROGRAM PARTICIPATION;
- 33 ~~(6)~~ (8) ASSIST SERVICE PROVIDERS IN ADVERTISING THE PROGRAM;
- 34 ~~(7)~~ (9) PROVIDE CONSULTATION TO SERVICE PROVIDERS AS NEEDED;

1 ~~(8)~~ (10) INCLUDE STAKEHOLDERS IN THE DEVELOPMENT AND
2 IMPLEMENTATION OF THE PROGRAM; AND

3 ~~(9)~~ (11) SOLICIT CONTRIBUTIONS FROM PRIVATE ENTITIES.

4 (D) THE SECRETARY SHALL:

5 (1) SOLICIT PROPOSALS FROM ENTITIES INTERESTED IN BECOMING
6 THE TECHNICAL ASSISTANCE ORGANIZATION; ~~ORGANIZATIONS~~

7 (2) SELECT ~~ONE OR MORE~~ A TECHNICAL ASSISTANCE ~~ORGANIZATIONS~~
8 ORGANIZATION BASED ON FACTORS INCLUDING:

9 (I) STABILITY; AND

10 (II) ABILITY TO PROVIDE SERVICES DESCRIBED IN SUBSECTION (C)
11 OF THIS SECTION; AND

12 (3) ~~PROVIDE NO MORE THAN PAYMENTS TO THE TECHNICAL~~
13 ASSISTANCE ORGANIZATION TO IMPLEMENT THE REQUIREMENTS OF THIS
14 SUBTITLE, WHICH MAY NOT EXCEED \$80,000 ANNUALLY IN FUNDING TO THE
15 TECHNICAL ASSISTANCE ORGANIZATION FOR A MAXIMUM OF 5 YEARS.

16 93.

17 (A) THE CONTRACT BETWEEN THE PROGRAM PARTICIPANT AND THE SERVICE
18 PROVIDER SHALL PROVIDE THAT MONEY MAY BE WITHDRAWN BY A PROGRAM
19 PARTICIPANT FROM AN INDIVIDUAL DEVELOPMENT ACCOUNT OTHER THAN FOR
20 QUALIFIED PURPOSES ONLY FOR EMERGENCIES:

21 (1) AS DETERMINED BY THE DEPARTMENT; AND

22 (2) IF REPLACED WITHIN ~~6~~ 12 MONTHS.

23 (B) IF A SERVICE PROVIDER LEARNS THAT FUNDS WERE WITHDRAWN FROM
24 AN INDIVIDUAL DEVELOPMENT ACCOUNT FOR PURPOSES OTHER THAN THOSE
25 LISTED IN §§ 91 AND 93(A) OF THIS SUBTITLE, THEN THE SERVICE PROVIDER SHALL:

26 (1) WITHHOLD ANY MATCHING FUNDS; ~~AND~~

27 (2) TERMINATE THE INDIVIDUAL'S CONTRACT WITH THE SERVICE
28 PROVIDER; AND

29 (3) RETURN THE STATE MATCHING FUNDS HELD ON BEHALF OF A
30 PROGRAM PARTICIPANT PRIOR TO WITHDRAWAL FROM THE PROGRAM TO THE
31 TECHNICAL ASSISTANCE ORGANIZATION, INCLUDING ANY INTEREST ON THE
32 MATCHING FUNDS.

33 (C) THE CONTRACT BETWEEN A PROGRAM PARTICIPANT AND THE SERVICE
34 PROVIDER SHALL PROVIDE THAT THE SERVICE PROVIDER MAY GRANT AN

1 EXCEPTION TO THE REQUIRED MONTHLY DEPOSITS OF EARNED INCOME BASED ON
2 A DEMONSTRATED HARDSHIP ENCOUNTERED BY THE PROGRAM PARTICIPANT.

3 ~~(C)~~ (D) THE TECHNICAL ASSISTANCE ~~ORGANIZATIONS~~ ORGANIZATION
4 SHALL ESTABLISH A GRIEVANCE PROCESS TO HEAR, REVIEW, AND DECIDE IN
5 WRITING ANY GRIEVANCE MADE BY A PROGRAM PARTICIPANT WHO DISPUTES A
6 DECISION BY THE SERVICE PROVIDER.

7 ~~(D)~~ (E) THE TECHNICAL ASSISTANCE ~~ORGANIZATIONS~~ ORGANIZATION
8 SHALL DEVELOP PROCEDURES TO FOLLOW WHEN A PROGRAM PARTICIPANT MOVES
9 FROM THE COMMUNITY OR IS OTHERWISE UNABLE TO CONTINUE TO PARTICIPATE
10 IN THE PROGRAM.

11 ~~(E)~~ (F) (1) A FEDERALLY INSURED FINANCIAL INSTITUTION HAS NO
12 GREATER DUTIES OR RESPONSIBILITIES AS TO AN INDIVIDUAL DEVELOPMENT
13 ACCOUNT THAN IT HAS AS TO ANY OTHER SAVINGS ACCOUNT.

14 (2) A FEDERALLY INSURED FINANCIAL INSTITUTION HAS NO DUTY OR
15 RESPONSIBILITY TO RECOGNIZE OR GIVE EFFECT TO ANY WITHDRAWAL
16 RESTRICTION ESTABLISHED IN THE CONTRACT BETWEEN THE PROGRAM
17 PARTICIPANT AND THE SERVICE PROVIDER.

18 94.

19 (A) ~~THE STATE SHALL PROVIDE MATCHING FUNDS~~

20 (1) AS PROVIDED IN THE DEPARTMENT'S ANNUAL BUDGET, THE
21 DEPARTMENT SHALL PROVIDE FUNDS TO THE TECHNICAL ASSISTANCE
22 ORGANIZATION EACH FISCAL YEAR TO BE USED BY THE TECHNICAL ASSISTANCE
23 ORGANIZATION TO PROVIDE MATCHING FUNDS TO SERVICE PROVIDERS ON BEHALF
24 OF PROGRAM PARTICIPANTS IN THE AMOUNT OF \$2 TO EACH DOLLAR DEPOSITED IN
25 THE INDIVIDUAL DEVELOPMENT ACCOUNT BY THE PROGRAM PARTICIPANT.

26 ~~(B) NOT MORE THAN~~

27 (2) THE MATCHING FUNDS PROVIDED UNDER THIS SUBSECTION TO A
28 SERVICE PROVIDER TO BE HELD ON BEHALF OF PROGRAM PARTICIPANTS MAY NOT
29 EXCEED \$1,000 IN STATE MATCHING FUNDS MAY BE ALLOCATED TO FOR ANY SINGLE
30 PARTICIPANT IN A GIVEN YEAR.

31 (3) A PROGRAM PARTICIPANT SHALL BE ELIGIBLE TO PARTICIPATE IN
32 THE PROGRAM FOR NO MORE THAN 3 CONSECUTIVE YEARS FROM THE DATE THAT
33 THE PROGRAM PARTICIPANT OPENED AN INDIVIDUAL DEVELOPMENT ACCOUNT.

34 (4) ON THE COMPLETION OF AN INDIVIDUAL'S PARTICIPATION IN THE
35 PROGRAM, A SERVICE PROVIDER SHALL TRANSFER TO THE INDIVIDUAL'S
36 INDIVIDUAL DEVELOPMENT ACCOUNT OR, AS PROVIDED IN THE INDIVIDUAL'S
37 CONTRACT WITH THE SERVICE PROVIDER, AN AMOUNT EQUAL TO THE MATCHING
38 FUNDS HELD ON BEHALF OF THE INDIVIDUAL DURING THE INDIVIDUAL'S

1 PARTICIPATION IN THE PROGRAM, INCLUDING ANY INTEREST ON THE MATCHING
2 FUNDS.

3 (B) AT THE CONCLUSION OF THE PROGRAM AS PROVIDED IN § 95 OF THIS
4 SUBTITLE, ANY STATE MATCHING FUNDS AND INTEREST ON THE MATCHING FUNDS
5 HELD IN AN ACCOUNT BY THE TECHNICAL ASSISTANCE ORGANIZATION OR A
6 SERVICE PROVIDER IN EXCESS OF AMOUNTS TO BE TRANSFERRED TO PROGRAM
7 PARTICIPANTS AS PROVIDED UNDER THIS SUBTITLE SHALL REVERT TO THE
8 GENERAL FUND OF THE STATE.

9 (C) THE PROGRAM SHALL ADHERE TO ALL APPLICABLE FEDERAL LAW
10 CONCERNING TEMPORARY ASSISTANCE FOR NEEDY FAMILIES PROGRAM AND STATE
11 MAINTENANCE OF EFFORT REQUIREMENTS.

12 (D) TEMPORARY ASSISTANCE FOR NEEDY FAMILIES AND STATE
13 MAINTENANCE OF EFFORT FUNDS MAY BE USED TO:

14 (1) MATCH PROGRAM PARTICIPANTS' CONTRIBUTIONS TO THEIR
15 SAVINGS ACCOUNTS AS PROVIDED UNDER FEDERAL LAW; OR

16 (2) PROVIDE THE EDUCATIONAL AND TRAINING EXPENSES OF THE
17 TECHNICAL ASSISTANCE ORGANIZATIONS AND SERVICE PROVIDERS.

18 95.

19 (A) THE INDIVIDUAL DEVELOPMENT ACCOUNT DEMONSTRATION PROGRAM
20 SHALL:

21 (1) BE CONDUCTED FROM JULY 1, 2001 TO JUNE 30, 2006; AND

22 (2) BE LIMITED TO 800 PROGRAM PARTICIPANTS;

23 ~~(3) PERMIT FUNDS IN AN INDIVIDUAL DEVELOPMENT ACCOUNT TO BE~~
24 ~~MATCHED THROUGH THE PROGRAM FOR NO MORE THAN 3 YEARS FROM THE~~
25 ~~OPENING OF THE SAVINGS ACCOUNT; AND~~

26 ~~(4) BE ALLOCATED NOT MORE THAN \$3,280,000.~~

27 ~~(B) THE DEPARTMENT SHALL PROVIDE THE ANNUALLY ALLOTTED FUNDING~~
28 ~~FOR THE PROGRAM TO THE TECHNICAL ASSISTANCE ORGANIZATIONS ON OR BEFORE~~
29 ~~JULY 1 OF EACH YEAR.~~

30 ~~(C)~~ THE TECHNICAL ASSISTANCE ~~ORGANIZATIONS~~ ORGANIZATION SHALL
31 SUBMIT AN ANNUAL WRITTEN REPORT TO THE SECRETARY ON OR BEFORE
32 DECEMBER 31 OF EACH PROGRAM YEAR INCLUDING:

33 (1) THE NUMBER OF PROGRAM PARTICIPANTS;

34 (2) THE AMOUNT OF SAVINGS IN EACH INDIVIDUAL DEVELOPMENT
35 ACCOUNT AND THE AMOUNT OF MATCHING FUNDS DEDICATED TO EACH ACCOUNT;

1 (3) THE USES OF THE SAVINGS AND MATCHED FUNDS; AND

2 (4) ANY OTHER INFORMATION REQUIRED FOR THE STATE TO EVALUATE
3 AND OPERATE THE PROGRAM.

4 ~~(D)~~ (C) THE SECRETARY SHALL SUBMIT AN ANNUAL EVALUATION OF THE
5 PROGRAM, INCLUDING A FINANCIAL STATEMENT, TO THE SENATE FINANCE AND
6 BUDGET AND TAXATION ~~AND COMMITTEES AND THE~~ HOUSE APPROPRIATIONS
7 ~~COMMITTEES~~ COMMITTEE ON OR BEFORE JULY 1.

8 ~~(E)~~ (D) AT THE CONCLUSION OF THE 5-YEAR DEMONSTRATION, THE
9 SECRETARY SHALL PREPARE A WRITTEN REPORT TO THE APPROPRIATE
10 COMMITTEES:

11 (1) DESCRIBING THE PROGRAM'S EFFECT; AND

12 (2) RECOMMENDING WHETHER THE PROGRAM SHOULD BE EXTENDED
13 OR EXPANDED.

14 ~~(F)~~ (E) THE SECRETARY SHALL ADOPT REGULATIONS NECESSARY TO
15 EFFECTIVELY IMPLEMENT THE PROGRAM.

16 ~~(G)~~ (F) FUNDING FOR THE PROGRAM SHALL BE INCLUDED IN THE
17 DEPARTMENT'S ANNUAL BUDGET.

18 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect
19 July 1, 2001.