Unofficial Copy O1 2002 Regular Session 2lr0962 CF 2lr0882

(PRE-FILED)

By: Senator Lawlah Senators Lawlah, Kelley, Green, Conway, Bromwell,
Mitchell, Middleton, Blount, Sfikas, and Hooper

Requested: November 15, 2001

Introduced and read first time: January 9, 2002

Assigned to: Finance

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: February 27, 2002

CHAPTER

## 1 AN ACT concerning

## 2 Family Investment Program - Earned Income Disregard

- 3 FOR the purpose of altering the amount of the earned income that will be disregarded
- 4 for the purposes of determining the amount of assistance an individual may
- 5 receive under the Family Investment Program; repealing <u>a</u> certain <del>provisions</del>
- 6 that provide for a termination of a certain increase in the amount of carned
- 7 income to be disregarded under the Program provision requiring the Secretary
- 8 of Human Resources to monitor certain federal legislative and regulatory
- 9 actions and to make certain certifications under certain circumstances;
- 10 repealing a certain provision of law providing for the abrogation of a certain
- 11 enactment subject to a certain certification; prohibiting the increase in the
- earned income disregard under this Act from increasing certain expenditures;
- 13 requiring the Department of Human Resources to ensure that certain time
- limits on the receipt of cash assistance do not apply under certain
- 15 circumstances; providing for the termination of this Act under certain
- circumstances; and generally relating to earned income disregards under the
- 17 Family Investment Program.
- 18 BY repealing and reenacting, with amendments,
- 19 Article 88A Department of Human Resources
- 20 Section 49(d)
- 21 Annotated Code of Maryland
- 22 (1998 Replacement Volume and 2001 Supplement)
- 23 BY repealing

2	SENATE BILL 53
1 2	Chapter 469 of the Acts of the General Assembly of 1999 Section 4 and 5
3 4 5	BY repealing and reenacting, with amendments, Chapter 469 of the Acts of the General Assembly of 1999 Section 6
6 7	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
8	Article 88A - Department of Human Resources
9	49.
	(d) (1) For applicants to the Family Investment Program, the amount of assistance shall be computed by counting no more than 4 weeks of earned income in any month and disregarding 20% of that earned income.
15	(2) For eligible Family Investment Program recipients who obtain unsubsidized employment, the amount of assistance shall be computed by counting no more than 4 weeks of earned income in any month and disregarding [35%] $45\%$ $40\%$ of that earned income.
17	Chapter 469 of the Acts of 1999
20 21 22 23 24 25	[SECTION 4. AND BE IT FURTHER ENACTED, That the Secretary of Human Resources shall monitor federal legislative and regulatory action under the federal Social Security Act and, if on or after July 1, 1999, amendments to the federal Social Security Act or regulations adopted under the federal Social Security Act subject the extended period of cash assistance resulting from this Act to federal time limits, the Secretary of Human Resources shall certify this fact to the Joint Committee on Welfare Reform of the General Assembly. On the date of certification, this Act shall be null and voice and of no force and effect. The Secretary of Human Resources shall send a copy of the certification to the Department of Legislative Services.]
29	SECTION 5. AND BE IT FURTHER ENACTED, That, if the Secretary of Human Resources determines that federal funding under the Temporary Assistance to Needy Families Block Grant has declined to the extent that an increase in State funds is necessary to fund this Act, the Secretary of Human Resources shall certify

- 31 this fact to the Joint Committee on Welfare Reform of the General Assembly. On the
- 32 date of the certification, this Act shall be null and void and of no force and effect. The
- 33 Secretary of Human Resources shall send a copy of the certification to the
- 34 Department of Legislative Services.]

## 35 SECTION 6. AND BE IT FURTHER ENACTED, That this Act shall take effect

- 36 July 1, 1999. [It shall remain effective for a period of three years and, at the end of 37 June 30, 2002, with no further action required by the General Assembly, this Act shall
- 38 be abrogated and of no further force and effect.]

- 1 SECTION 2. AND BE IT FURTHER ENACTED, That, if the Secretary of
- 2 Human Resources determines that federal funding under the Temporary Assistance
- 3 to Needy Families Block Grant has declined to the extent that an increase in State
- 4 funds is necessary to fund this Act, the Secretary of Human Resources shall certify
- 5 this fact to the Joint Committee on Welfare Reform of the General Assembly. On the
- 6 date of the certification, this Act shall be null and void and of no force and effect. The
- Secretary of Human Resources shall send a copy of the certification to the
- 8 Department of Legislative Services.
- 9 SECTION 3. AND BE IT FURTHER ENACTED, That the increase in the
- 10 earned income disregard provided by this Act may not increase State General Fund
- 11 expenditures or expenditures from the reserve for future welfare costs in the
- 12 <u>Dedicated Purpose Fund.</u>
- SECTION 4. AND BE IT FURTHER ENACTED, That, subject to federal law 13
- 14 and regulation, the Department of Human Resources shall ensure that, if a Family
- 15 Investment Program recipient's eligibility for cash assistance is extended as a result
- 16 of this Act, the extended period of cash assistance is not subject to federal and State
- 17 time limits on the receipt of cash assistance.
- 18 SECTION 2.5. AND BE IT FURTHER ENACTED, That this Act shall take
- 19 effect October 1, 2002.