

Q U I C K B I L L
S. 2009 by Sen. Tom Harkin (D-IA)
Welfare to Self-Sufficiency Act of 1994

Title, Overview, Outlook:

S. 2009 by Sen. Tom Harkin (D-IA)
Welfare to Self-Sufficiency Act of 1994

Official Title (Caption):

A bill to amend Title IV of the Social Security Act by reforming the aid to families with dependent children program, and for other purposes.

Introduced on Monday, April 11, 1994

Narrative Description:

Description and Status of S. 2009,
Welfare to Self-Sufficiency Act of 1994,
as of Tuesday, February 28, 1995.

The bill was introduced in the Senate on Monday, April 11, 1994 by Sen. Tom Harkin (D-IA). At the present time there are 3 cosponsors of this bill, 3 Republicans.

The bill's official title stated its purpose as follows:

"A bill to amend Title IV of the Social Security Act by reforming the aid to families with dependent children program, and for other purposes."

The bill was referred to the Senate Committee on Finance.

The most recent major action on the bill was on Monday, April 11, 1994: Referred to Senate Committee on Finance; otherwise, the latest action was on Monday, July 11, 1994: Remarks by Sen. Christopher (Kit) Bond (R-MO) in "Congressional Record" (CR Page S-8442).

There is currently no committee action scheduled on this bill.

Also, one other bill has been located that is a counterpart or companion bill to S.2009:

H.R.4983 by VOLKMER (D-MO) -- Welfare to Self-Sufficiency Act of 1994

CRS Abstract and Digest:

Digest
(from Congressional Research Service, Library of Congress)

TABLE OF CONTENTS:

Title I: Family Investment Program and Other Welfare Reform

Title II: Improvements in the Collection of Child Support

Welfare to Self-Sufficiency Act of 1994

Title I: Family Investment Program and Other Welfare Reform

Amends part A (Aid to Families with Dependent Children) (AFDC) of title IV of the Social Security Act (SSA) to require State AFDC plans in States without a waiver from the Secretary of Health and Human Services (Secretary) to provide for a program in which the State agency negotiates an agreement with each family on AFDC outlining the steps non-exempt family members must take. Includes among such steps participation in education or job training programs, or in substance abuse treatment or parenting programs, in order to obtain self-sufficiency within a certain period. Requires supplemental services, such as transportation and child care, when necessary for achieving such goal, as well as support and case management when adapting such agreement for changing family circumstances. Requires the State agency to offer such families enrollment in a limited benefit plan under which benefits are suspended after six months, and in which families failing to comply with the agreement are automatically enrolled.

(Sec. 101) Requires the Secretaries of Health and Human Services, of Labor, and of Education to ensure appropriate coordination in the planning, development, and operation of the family investment program above and other specified programs, including the JOBS program under SSA title IV part F (Job Opportunities and Basic Skills Training Program) in order to improve departmental services and reduce program overlap and administrative costs.

(Sec. 102) Makes numerous miscellaneous amendments to SSA title IV part A. Provides States with various specified options for moving AFDC recipients towards self-sufficiency, including options for: (1) increasing asset limits and disregards for work expenses, earned income, and automobiles; (2) disregarding interest income and certain earned income of new employees and dependent children as well as certain income and resources related to microenterprise and other employment and self-sufficiency initiatives; and (3) requiring certain unemployed parents to participate in job search and training activities.

Eliminates the earned income disregard time limitation and various work-related requirements with regard to unemployed parent households.

Provides for the inclusion of microenterprise training and activities in the JOBS program, and makes various specified changes with regard to program job searches, work assignments, and grievance procedures.

(Sec. 106) Requires pregnant AFDC recipients to participate in the JOBS program. Changes payment formulae for the JOBS program and child care.

Increases the JOBS program's authorization.

(Sec. 109) Extends transitional child care benefits and the disregards for earned income and child care to non-recipient stepparents. Provides for timely preventive health care for children of AFDC recipients.

(Sec. 110) Directs the Secretary to establish wage supplementation demonstration projects for certain AFDC-eligible individuals to provide an incentive to work.

(Sec. 111) Amends the Public Health Service Act to increase the authorization for family planning services.

Title II: Improvements in the Collection of Child Support
Amends SSA title IV part D (Child Support and Establishment of Paternity) and the Internal Revenue Code to provide for the establishment of a system under which the Internal Revenue Service (IRS) would collect child support via wage withholding and estimated tax payments and disperse it as appropriate. Requires the entire amount of child support owed to be paid to the IRS by the end of the applicable tax year along with the individual's tax return. Subjects delinquent individuals to generally the same penalties applicable to back taxes.

(Sec. 203) Gives States the option of periodically making available for publication the identity of individuals at least three months behind in child support payments.

Legislative History:

04/11/94 -- In The SENATE

Introduced by HARKIN (D-IA)

Referred to Senate Committee on Finance

Remarks by HARKIN (D-IA) in "Congressional Record" (CR Page S-4077)

Remarks by BOND (R-MO) in "Congressional Record" (CR Page S-4082)

07/11/94 -- In The SENATE

Remarks by BOND (R-MO) in "Congressional Record" (CR Page S-8442)

Counterpart or Companion Bills:

H.R. 4983 by Rep. Harold L. Volkmer (D-MO) -- Welfare to Self-Sufficiency Act of 1994

Washington Post Articles:

Currently, no articles found with reference to S. 2009

National Journal Articles:

Currently, no articles found with reference to S. 2009

CQ Weekly Report Articles:

Currently, no articles found with reference to S. 2009

Report is Completed

Turn off your software print command

Clinton Presidential Records Digital Records Marker

This is not a presidential record. This is used as an administrative marker by the William J. Clinton Presidential Library Staff.

This marker identifies the place of a publication.

Publications have not been scanned in their entirety for the purpose of digitization. To see the full publication please search online or visit the Clinton Presidential Library's Research Room.

102D CONGRESS
2D SESSION

S. 2009

To amend title IV of the Social Security Act by reforming the aid to families with dependent children program, and for other purposes.

IN THE SENATE OF THE UNITED STATES

APRIL 11, 1994

Mr. HARKIN (for himself, Mr. BOND, and Mr. STEVENS) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To amend title IV of the Social Security Act by reforming the aid to families with dependent children program, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE; TABLE OF CONTENTS.**

4 (a) **SHORT TITLE.**—This Act may be cited as the
5 “Welfare to Self-Sufficiency Act of 1994”.

6 (b) **TABLE OF CONTENTS.**—The table of contents of
7 this Act is as follows:

Sec. 1. Short title; table of contents.

Sec. 2. Findings.

Sec. 3. Amendments to Social Security Act.

TITLE I—FAMILY INVESTMENT PROGRAM AND OTHER WELFARE
REFORM

Q U I C K B I L L

S. 1943 by Sen. Nancy Landon Kassebaum (R-KS)
Job Training Consolidation Act of 1994

Title, Overview, Outlook:

S. 1943 by Sen. Nancy Landon Kassebaum (R-KS)
Job Training Consolidation Act of 1994

Official Title (Caption):

A bill to consolidate Federal employment training programs and create a new process and structure for funding the programs, and for other purposes.

Introduced on Thursday, March 17, 1994

Narrative Description:

Description and Status of S. 1943,
Job Training Consolidation Act of 1994,
as of Tuesday, February 28, 1995

The bill was introduced in the Senate on Thursday, March 17, 1994 by Sen. Nancy Landon Kassebaum (R-KS). At the present time there are 9 cosponsors of this bill, 1 Democrat and 8 Republicans.

The bill's official title stated its purpose as follows:

"A bill to consolidate Federal employment training programs and create a new process and structure for funding the programs, and for other purposes."

The bill was referred to the Senate Committee on Labor and Human Resources

The most recent major action on the bill was on Thursday, March 17, 1994: Referred to Senate Committee on Labor and Human Resources; otherwise, the latest action was on Thursday, October 6, 1994: Remarks by Sen. Edward M. Kennedy (D-MA) in "Congressional Record" (CR Page S-14491).

There is currently no committee action scheduled on this bill.

CRS Abstract and Digest:

Digest
(from Congressional Research Service, Library of Congress)

TABLE OF CONTENTS:

Title I: Use of Federal Funds for State Employment Training Activities

Title II: Development of State Employment Training Systems

Subtitle A: Commission on Employment and Training

Subtitle B: Consolidation of Employment Training Programs

Job Training Consolidation Act of 1994 - Consolidates Federal employment and training programs. Grants waivers to States and localities to coordinate program services during a transition period. Establishes a national commission to develop a national policy for a comprehensive system of such services, with State and local responsibility for, and private sector involvement in, design and implementation of such services.

Title I: Use of Federal Funds for State Employment Training Activities

Allows States and localities that receive formula assistance for covered activities under specified Federal employment training programs, or certain discretionary assistance, or States that apply for funds for trade adjustment assistance services, to: (1) use such assistance to develop a comprehensive statewide employment training system; or (2) use assistance that would otherwise have been used for two or more covered activities to address unemployed persons' high priority needs for employment training services, improve efficiency in delivery of covered activities, or combine or eliminate overlapping or duplicative activities.

(Sec. 105) Requires State and locality reports on use of such assistance.

Title II: Development of State Employment Training Systems

Subtitle A: Commission on Employment and Training

Establishes the Commission on Employment and Training.

(Sec. 204) Terminates the Commission after its report.

(Sec. 205) Authorizes appropriations.

Subtitle B: Consolidation of Employment and Training Programs

Repeals, 29 months after enactment of this Act, the following: (1) the Job Training Partnership Act; (2) the Carl D. Perkins Vocational and Applied Technology Act; (3) certain literacy programs under the Adult Education Act; (4) the JOBS program for AFDC recipients under the Social Security Act; (5) trade adjustment assistance services under the Trade Act of 1974; (6) the Wagner-Peyser Act (employment services); (7) vocational rehabilitation services under the Rehabilitation Act of 1973; (8) employment and training program provisions under the Food Stamp Act of 1977; (9) the Refugee Education Assistance Act of 1980; (10) the State legalization impact assistance grant program under the Immigration Reform and Control Act of 1986; (11) education, training, and community services programs under the Stewart B. McKinney Homeless Assistance Act; and (12) community service employment for older Americans under the Older Americans Act of 1965.

(Sec. 212) Directs the Commission on Employment and Training to conduct a study to: (1) develop a single, coherent national policy to guide federally funded employment training efforts; (2) review specified programs and reports, and examine strategies to consolidate or eliminate the programs and activities scheduled to be repealed to create a single, comprehensive

employment training system that gives States maximum flexibility and leads to single, integrated approaches to providing information on all available employment training services and to job training that involves private employers in locally established initiatives; (3) examine strategies involving private employers in local training linked to available employment opportunities; (4) determine the best administrative structure for such system, and the agency to conduct Federal oversight; (5) examine strategies for a national online labor market information system; and (6) determine standards for Federal measurement of program effectiveness, State provision of effective services, and a common terminology. Requires the Commission to submit: (1) a report on such study and recommendations to specified congressional committees; and (2) to the Congress, a draft of a joint resolution to consolidate or eliminate the covered programs and activities to create the national system, implement the strategies, establish or designate the agency and the structure, establish the labor market information system, and implement the standards.

(Sec. 213) Sets forth an expedited procedure for congressional consideration of the Commission's proposed reforms in its draft of the joint resolution.

Legislative History:

03/17/94 -- In The SENATE

Introduced EBAUM (R-KS)

Referred to Senate Committee on Labor and Human Resources

Remarks by KASSEBAUM (R-KS) in "Congressional Record" (CR Page S-3209)

Full text of measure printed in "Congressional Record" (CR Page S-3210)

Remarks by KERREY, BOB (D-NE) in "Congressional Record" (CR Page S-3215)

Remarks by DURENBERGER (R-MN) in "Congressional Record" (CR Page S-3215)

Remarks by CHAFEE (R-RI) in "Congressional Record" (CR Page S-3217)

06/22/94 -- In The SENATE

Remarks by KENNEDY, EDWARD (D-MA) in "Congressional Record" (CR Page S-7398)

Remarks by KASSEBAUM (R-KS) in "Congressional Record" (CR Page S-7390)

Remarks by CHAFEE (R-RI) in "Congressional Record" (CR Page S-7391)

Remarks by KERREY, BOB (D-NE) in "Congressional Record" (CR Page S-7391)

10/06/94 -- In The SENATE

Remarks by KENNEDY, EDWARD (D-MA) in "Congressional Record" (CR Page S-14491)

Counterpart or Companion Bills:

No counterpart or companion Bills for S. 1943

Washington Post Articles:

Currently, no articles found with reference to S. 1943

Clinton Presidential Records Digital Records Marker

This is not a presidential record. This is used as an administrative marker by the William J. Clinton Presidential Library Staff.

This marker identifies the place of a publication.

Publications have not been scanned in their entirety for the purpose of digitization. To see the full publication please search online or visit the Clinton Presidential Library's Research Room.

103D CONGRESS
2D SESSION

S. 1943

To consolidate Federal employment training programs and create a new process and structure for funding the programs, and for other purposes.

IN THE SENATE OF THE UNITED STATES

MARCH 17 (legislative day, FEBRUARY 22), 1994

Mrs. KASSEDAM (for herself, Mr. KERREY, Mr. DURENBERGER, and Mr. CHAFFET) introduced the following bill; which was read twice and referred to the Committee on Labor and Human Resources

A BILL

To consolidate Federal employment training programs and create a new process and structure for funding the programs, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE; TABLE OF CONTENTS.**

4 (a) **SHORT TITLE.**—This Act may be cited as the
5 “Job Training Consolidation Act of 1994”.

6 (b) **TABLE OF CONTENTS.**—The table of contents is
7 as follows:

- Sec. 1. Short title; table of contents.
- Sec. 2. Findings.
- Sec. 3. Definitions.

Q U I C K B I L L
S. 1932 by Sen. Joseph Lieberman (D-CT)
Welfare Reform Through State Innovation Act of 1994

Title, Overview, Outlook:

S. 1932 by Sen. Joseph Lieberman (D-CT)
Welfare Reform Through State Innovation Act of 1994

Official Title (Caption):

A bill to establish demonstration projects to expand innovations in State administration of the aid to families with dependent children program under Title IV of the Social Security Act, and for other purposes.

Introduced on Tuesday, March 15, 1994

Narrative Description:

Description and Status of S. 1932,
Welfare Reform Through State Innovation Act of 1994,
as of Tuesday, February 28, 1995

The bill was introduced in the Senate on Tuesday, March 15, 1994 by Sen. Joseph Lieberman (D-CT). At the present time there are no cosponsors of this bill.

The bill's official title stated its purpose as follows:

"A bill to establish demonstration projects to expand innovations in State administration of the aid to families with dependent children program under Title IV of the Social Security Act, and for other purposes."

The bill was referred to the Senate Committee on Finance.

The most recent major action on the bill was on Tuesday, March 15, 1994: Referred to Senate Committee on Finance; otherwise, the latest action was on Tuesday, June 14, 1994: Remarks by Sen. Joseph Lieberman (D-CT) in "Congressional Record" (CR Page S-6810).

There is currently no committee action scheduled on this bill.

CRS Abstract and Digest:

Digest
(from Congressional Research Service, Library of Congress)

TABLE OF CONTENTS:

Title I: Initiatives to Move Welfare Recipients into the Work Force

Title II: Initiatives to Strengthen Families and Break the Cycle of Welfare Dependency

Title III: Initiatives to Diversify and Improve the Performance of Welfare Services

Title IV: Offsetting Expenditure Reductions

Welfare Reform Through State Innovation Act - States that the purpose of this Act is to implement the demonstration projects established below as part of a comprehensive national program to: (1) terminate part A (Aid to Families with Dependent Children) (AFDC) of title IV of the Social Security Act (SSA) after two years; and (2) make employment available to such families where necessary.

(Sec. 4) Provides for demonstration project approval, evaluation, duration, and implementation when effective in breaking the cycle of welfare dependency, unemployment, and poverty.

(Sec. 5) Authorizes appropriations.

Parents as teachers program designed to educate parents in child development.

The Secretary of Health and Human Services (HHS) to provide for demonstration projects in States with approved applications which: (1) condition AFDC benefits on school attendance or job training for single parents under age 20 with at least one dependent child but no children under six months; (2) limit the time period for the receipt of such benefits; and (3) generally require the parent to live in an adult-supervised home and receive such benefits through a parent or legal guardian.

(Sec. 101) Requires participating States to make child care available and pay all education and job training costs in order to conduct such a demonstration project.

(Sec. 102) Amends the Job Training Partnership Act to authorize the Secretary to establish a pilot JOB CORPS program targeting young, disadvantaged mothers on AFDC with below school-age children.

Requires such program to include a parents as teachers program designed to educate parents in child development.

(Sec. 103) Directs the Secretary to provide for State demonstration projects which generally require a parent or other relative of a dependent child to undergo as part of the application process, 30 days of assisted job search or substance abuse treatment before the family may receive AFDC.

(Sec. 104) Amends SSA title IV part A to permit States to allow families on AFDC to save up to \$10,000 in a qualified education and employment account and still be eligible for AFDC.

(Sec. 105) Amends SSA title IV part A and the Internal Revenue Code to allow various offsets against income for self-employment program participants owning small businesses with regard to purchasing capital equipment, repaying business loans, and retaining cash from the business for future business uses for purposes of determining earned income under the AFDC program.

Directs the Secretary to provide for demonstration projects in States which: (1) establish public-private partnerships for technical assistance to

self-employed AFDC recipients; (2) train AFDC recipients as self-employed providers of child care services; and (3) promote ownership of extended family-owned businesses by AFDC recipients.

(Sec. 106) Amends SSA title IV part F (Job Opportunities and Basic Skills Training Program) (JOBS) to emphasize moving people into the work force, then providing post-employment education and training.

(Sec. 107) Directs the Secretary to provide for additional demonstration projects in States which move AFDC recipients into the work force.

Title II: Initiatives to Strengthen Families and Break the Cycle of Welfare Dependency

Directs the Secretary to provide for State demonstration projects which: (1) establish child centered programs through conversion of certain AFDC and JOBS payments into block grants; (2) provide no additional benefits with respect to children born while a family is on AFDC and allow increases in the earned income disregard; (3) provide incentives to marry; (4) reduce AFDC benefits if school attendance is irregular or preventive health care for dependent children is not obtained; (5) increase child support collection; (6) develop community-based programs for teenage pregnancy prevention and family planning; and (7) strengthen families and break the cycle of welfare dependency.

Title III: Initiatives to Diversify and Improve the Performance of Welfare Services

Directs the Secretary to provide for State demonstration projects which: (1) provide placement of AFDC recipients in private sector jobs; and (2) establish performance-based incentives for State public welfare providers.

Title IV: Offsetting Expenditure Reductions

Amends the Food Security Act of 1985 to make certain changes, including elimination of the "three-entity rule," to provide offsetting expenditure reductions.

Legislative History:

03/15/94 -- In The SENATE

Introduced by LIEBERMAN (D-CT)

Referred to Senate Committee on Finance

Remarks by LIEBERMAN (D-CT) in "Congressional Record" (CR Page S-2966)

Full text of measure printed in "Congressional Record" (CR Page S-2970)

03/25/94 -- In The SENATE

Remarks by BROWN (R-CO) in "Congressional Record" (CR Page S-3923)

06/14/94 -- In The SENATE

Remarks by LIEBERMAN (D-CT) in "Congressional Record" (CR Page S-6810)

Counterpart or Companion Bills:

No counterpart or companion Bills for S. 1932

Washington Post Articles:

Currently, no articles found with reference to S. 1932

National Journal Articles:

Currently, no articles found with reference to S. 1932

CQ Weekly Report Articles:

Currently, no articles found with reference to S. 1932

Report is Completed

Turn off your software print command

Press ENTER to continue:

Choose ONE number: 5

LEGI-SLATE Report for the 103rd Congress Tue, February 28, 1995 3:42pm (EST)

BILL TEXT Report for S.1932
As introduced in the Senate, March 15, 1994

S.1932 As introduced in the Senate, March 15, 1994

103d CONGRESS
2d Session

S. 1932

To establish demonstration projects to expand innovations in State
administration of the aid to families with dependent children program
under title IV of the Social Security Act, and for other purposes.

IN THE SENATE OF THE UNITED STATES
March 15 (legislative day, February 22), 1994
Mr. Lieberman introduced the following bill; which was read twice and
referred to the Committee on Finance

A BILL
To establish demonstration projects to expand innovations in State
administration of the aid to families with dependent children program
under title IV of the Social Security Act, and for other purposes.

Be it enacted by the Senate and House of Representatives of the United
States of America in Congress assembled,

SECTION 1. SHORT TITLE; TABLE OF CONTENTS.

(a) Short Title.--This Act may be cited as the "Welfare Reform Through

State Innovation Act".

(b) Table of Contents.--The table of contents of this Act is as follows:

- Sec. 1. Short title; table of contents.
- Sec. 2. Purpose.
- Sec. 3. Definitions.
- Sec. 4. General provisions relating to demonstration projects.
- Sec. 5. Authorization of appropriations.

TITLE I--INITIATIVES TO MOVE WELFARE RECIPIENTS INTO THE WORK FORCE

- Sec. 101. Demonstration projects which condition AFDC benefits for certain individuals on school attendance or job training, limit the time period for receipt of such benefits, and require teenag parents to live at home.
- Sec. 102. Pilot Job Corps program for recipients of aid to families with dependent children.
- Sec. 103. Demonstration projects requiring up-front 30-day assisted job search, or substance abuse treatment before receiving AFDC benefits.
- Sec. 104. Disregard of education and employment training savings for AFDC eligibility.
- Sec. 105. Incentives and assistance in starting a small business.
- Sec. 106. Increased emphasis in JOBS program on moving people into the work force.
- Sec. 107. Additional demonstration projects to move AFDC recipients into the work force.

TITLE II--INITIATIVES TO STRENGTHEN FAMILIES AND BREAK THE CYCLE OF WELFARE DEPENDENCY

- Sec. 201. Demonstration projects to establish child centered programs through conversion of certain AFDC and JOBS payments into block grants.
- Sec. 202. Demonstration projects providing no additional benefits with respect to children born while a family is receiving AFDC an allowing increases in the earned income disregard.
- Sec. 203. Demonstration projects providing incentives to marry.

- Sec. 204. Demonstration projects reducing AFDC benefits if school attendance is irregular or preventive health care for dependent children is not obtained.
- Sec. 205. Demonstration projects to increase child support collection.
- Sec. 206. Demonstration projects to develop community-based programs for teenage pregnancy prevention and family planning.
- Sec. 207. Additional demonstration projects to strengthen families and break the cycle of welfare dependency.

TITLE III--INITIATIVES TO DIVERSIFY AND IMPROVE THE PERFORMANCE OF WELFARE SERVICES

- Sec. 301. Demonstration projects for providing placement of AFDC recipients in private sector jobs.
- Sec. 302. Demonstration projects providing performance-based incentives for State public welfare providers.

TITLE IV--OFFSETTING Effect under this Act shall prepare an submit to the Secrete reductions.

SEC. 2. PURPOSE.

It is the purpose of this Act to implement the demonstration projects established under this Act as part of a comprehensive national program which would--

- (1) terminate aid to families with dependent children after 2 years; and
- (2) make employment available to such families where necessary.

SEC. 3. DEFINITIONS.

For purposes of this Act:

- (1) Aid to families with dependent children.--The term "aid to families with dependent children" has the meaning given to such term by section 406(b) of the Social Security Act (42 U.S.C. 606(b)).
- (2) Secretary.--The term "Secretary" means the Secretary of Health and Human Services.

SEC. 4. GENERAL PROVISIONS RELATING TO DEMONSTRATION PROJECTS.

- (a) Applications.--

(1) In general.--Each State desiring to conduct a demonstration project under this Act shall prepare and submit to the Secretary an application in such manner and containing such information as the Secretary may require. The Secretary shall actively encourage States to submit such applications.

(2) Approval.--The Secretary shall consider all applications received from States desiring to conduct demonstration projects under this Act and shall approve such applications in a number of States to be determined by the Secretary, taking into account the overall funding levels available under section 5.

(b) Duration.--A demonstration project under this Act shall be conducted for not more than 3 years plus an additional time period of up to 12 months for final evaluation and reporting. The Secretary may terminate a project if the Secretary determines that the State conducting the project is not in substantial compliance with the terms of the application approved by the Secretary under this Act.

(c) Evaluation Plan.--

(1) In general.--Each State conducting a demonstration project under this Act shall submit an evaluation plan (meeting the standards developed by the Secretary under paragraph (2)) to the Secretary not later than 90 days after the State is notified of the Secretary's approval for such project. A State shall not receive any Federal funds for the operation of the demonstration project or be granted any waivers of the Social Security Act necessary for operation of the demonstration project until the Secretary approves such evaluation plan.

(2) Standards.--Not later than 3 months after the date of the enactment of this Act, the Secretary shall develop standards for the evaluation plan required under paragraph (1) which shall include the requirement that an independent expert entity provide an evaluation of each demonstration project to be included in the State's annual and final reports to the Secretary under subsection (d)(1).

(d) Reports.--

(1) State.--A State that conducts a demonstration project under this Act shall prepare and submit to the Secretary annual and final reports in accordance with the State's evaluation plan under subsection (c)(1) for such demonstration project.

(2) Secretary.--The Secretary shall prepare and submit to Congress annual reports concerning each demonstration project under this Act.

(e) Legislative Proposal.--Within 6 months after the date that the Secretary has received the last final report due under subsection (d)(1), the Secretary shall submit proposed legislation to Congress which would nationally implement (taking into account factors important in determining implementation of a demonstration project on a national scale, including population density and poverty) those demonstration projects--

(1) which are established under this Act; and

(2) for which the Secretary has made a determination of effectiveness in breaking the cycle of welfare dependency, unemployment, and poverty after evaluation of the final report for such project.

(f) Provisions Subject To Waiver.--The Secretary may waive such requirements of title IV of the Social Security Act (42 U.S.C. 601 et seq.) as the Secretary determines to be necessary to carry out the purposes of the demonstration projects established under this Act.

(g) Expenditures Otherwise Included Under the State Plan.--The costs of demonstration project under this Act which would not otherwise be included as expenditures under the applicable State plan under title IV of the Social Security Act (42 U.S.C. 601 et seq.) shall to the extent and for the period prescribed by the Secretary, be regarded as expenditures under the applicable State plan under such title, or for administration of such State plan or plans, as may be appropriate.

SEC. 5. AUTHORIZATION OF APPROPRIATIONS.

(a) In General.--There is authorized to be appropriated \$150,000,000 for each of fiscal years 1995 and 1996, and \$200,000,000 for fiscal year 1997 to carry out the provisions of sections 101, 103, 105(b), 105(c), 105(d), 107, 201, 202, 203, 204, 205, 206, 207, 301, and 302.

(b) Allocation of Funds.--Of the amount appropriated pursuant to subsection (a), the Secretary shall obligate--

(1) 75 percent of such amount to--

(A) offset any increase in the amount of the Federal share resulting from any demonstration project established under a section described in subsection (a) (other than demonstration projects established under sections 107 and 207 of this Act); and

(B) to the extent such amount remains after any such offset--

(i) increase the otherwise applicable Federal share rate under a State plan under title IV of the Social Security Act (42 U.S.C. 601 et seq.) for such demonstration projects; and

(ii) increase the amount of a State's block grant under the demonstration project under section 201 of this Act; and

(2) 25 percent of such amount to--

(A) offset any increase in the amount of the Federal share resulting from any demonstration project established under sections 107 and 207 of this Act; and

(B) to the extent such amount remains after any such offset increase the otherwise applicable Federal share rate under a State plan under title IV of the Social Security Act (42 U.S.C. 601 et seq.) for such demonstration projects.

(c) Reservation of Certain Amounts Until Final Report Submitted.--The Secretary shall reserve 10 percent of any amounts obligated to a State for a demonstration project under subsection (b), and shall not pay such reserved amounts until such State has submitted a final report on such demonstration project.

TITLE I--INITIATIVES TO MOVE WELFARE RECIPIENTS INTO
THE WORK FORCE

SEC. 101. DEMONSTRATION PROJECTS WHICH CONDITION AFDC BENEFITS FOR CERTAIN INDIVIDUALS ON SCHOOL ATTENDANCE OR JOB TRAINING, LIMIT THE TIME PERIOD FOR RECEIPT OF SUCH BENEFITS, AND REQUIRE TEENAGE PARENTS TO LIVE AT HOME.

(a) Establishment.--The Secretary shall provide for demonstration projects described in subsection (b) in States with applications approved under this Act.

(b) Project Described.--

(1) In relative of such individual as such parent's, guardian, or other adult relative conducting a demonstration project under this section shall provide that--

(A) a family described in paragraph (3) shall not receive aid to families with dependent children--

(i) unless the individual described in paragraph (3)(A) is, for a minimum of 35 hours a week--

(I) attending school,

(II) studying for a general equivalency diploma, or

(III) participating in a job, job training, or job placement program; and

(ii) except in the case of a situation described in clause (i) through (v) of section 402(a)(43)(B) of the Social Security Act (42 U.S.C. 602(a)(43)(B))--

(I) such individual is residing in a place of residence maintained by a parent, legal guardian, or other adult relative of such individual as such parent's, guardian's, or other adult relative's own home, or residing in a foster home, maternity home, or other adult-supervised supportive living arrangement, and

(II) such aid (where possible) shall be provided to the individual's parent, legal guardian, or other adult relative on behalf of such individual and the individual's dependent child; and

(B) such family shall be entitled to receive such aid for a time period determined appropriate by the State which shall, at a minimum permit such individual to complete the activities described in subparagraph (A)(i).

(2) Limitation.--A State conducting a demonstration project under this section shall not apply the provisions of paragraph (1) to a family unless--

(A) the State has made adequate child care available to such family;

(B) the State has paid all tuition and fees applicable to the activities described in paragraph (1)(A); and

(C) such application does not endanger the welfare and safety of a dependent child who is a member of such family.

(3) Family described.--A family described in this paragraph is a family which--

(A) includes a parent under 20 years of age;

(B) includes at least 1 dependent child of such parent; and

(C) does not include a child under 6 months of age.

SEC. 102. PILOT JOB CORPS PROGRAM FOR RECIPIENTS OF AID TO FAMILIES WITH DEPENDENT CHILDREN.

Section 433 of the Job Training Partnership Act (29 U.S.C. 1703) is amended by adding at the end the following new subsection:

"(f)(1) The Secretary may enter into appropriate agreements with agencies as described in section 427(a)(1) for the development of pilot projects to provide services at Job Corps centers to eligible individuals--

"(A) who are eligible youth described in section 423;

"(B) whose families receive aid to families with dependent children under part A of title IV of the Social Security Act (42 U.S.C. 601 et seq.); and

"(C) who are mothers of children who have not reached the age of compulsory school attendance in the State in which the children reside.

"(2) A Job Corps center serving the eligible individuals shall--

"(A) provide child care at or near the Job Corps center for the individuals;

"(B) provide the activities described in section 428 for the individuals; and

"(C) provide for the individuals, and require that each such individual participate in, activities through a parents as teachers program that--

"(i) establishes and operates parent education programs, including programs of developmental screening of the children of the eligible individuals;

"(ii) provides group meetings and home visits for the family of each such individual by parent educators who have had supervised experience in the care and education of children and have had training; and

"(iii) provides periodic screening, by such parent educators, of the educational, hearing, and visual development of the children of such individuals.

"(3) The Secretary shall prescribe specific standards and procedures under section 424 for the screening and selection of applicants to participate in pilot projects carried out under this subsection. In addition to the agencies described in the second sentence of such section, such standards and procedures may be implemented through arrangements with welfare agencies.

"(4) As used in this subsection:

"(A) The term 'developmental screening' means the process of measuring the progress of children to determine if there are problems or potential problems or advanced abilities in the areas of understanding and use of language, perception through sight, perception through hearing, motor development and hand-eye coordination, health, and physical development.

"(B) The term 'parent education' includes parent support activities, the provision of resource materials on child development and parent-child learning activities, private and group educational guidance, individual and group learning experiences for the eligible individual and child, and other activities that enable the eligible individual to improve learning in the home."

SEC. 103. DEMONSTRATION PROJECTS REQUIRING UP-FRONT 30-DAY ASSISTED JOB SEARCH, OR SUBSTANCE ABUSE TREATMENT BEFORE RECEIVING AFDC BENEFITS.

(a) Establishment.--The Secretary shall provide for demonstration projects described in subsection (b) in States with applications approved under this Act.

(b) Project Described.--

(1) In general.--Except as provided in paragraph (2), each State conducting a demonstration project under this section shall require a parent or other relative of a dependent child to undergo 30 days of assisted job search or substance abuse treatment (or both) before the

family may receive aid to families with dependent children as part of the application process for the receipt of such aid.

(2) Limitation.--A State conducting a demonstration project under this section shall not apply the provisions of paragraph (1) to a family unless--

(A) all of the dependent children in the family are over 6 months of age;

(B) the State has made adequate child care available to such family;

(C) the State has paid all fees applicable to the activities described in paragraph (1); and

(D) such application does not endanger the welfare and safety of a dependent child who is a member of such family.

SEC. 104. DISREGARD OF EDUCATION AND EMPLOYMENT TRAINING SAVINGS FOR AFDC ELIGIBILITY.

(a) Disregard as Resource.--Subparagraph (B) of section 402(a)(7) of the Social Security Act (42 U.S.C. 602(a)(7)) is amended--

(1) by striking "or" before "(iv)", and

(2) by inserting ", or (v) except in the case of the family's initial determination of eligibility for aid to families with dependent children any amount up to \$10,000 in a qualified education and employment account (as defined in section 406(i)(1))" before "; and".

(b) Disregard as Income.--

(1) In general.--Subparagraph (A) of section 402(a)(8) of such Act (42 U.S.C. 602(a)(8)) is amended--

(A) by striking "and" at the end of clause (vii), and

(B) by inserting after clause (viii) the following new clause:

"(ix) shall disregard any qualified distributions (as defined in section 406(i)(2)) made from any qualified education and employment account (as defined in section 406(i)(1)) while the family is receiving aid to families with dependent children; and".

(2) Nonrecurring lump sum exempt from lump sum rule.--Section 402(a)(17) (42 U.S.C. 602(a)(17)) is amended by adding at the end the following: "; and that this paragraph shall not apply to earned and unearned income received in a month on a nonrecurring basis to the extent that such income is placed in a qualified education and employment account (as defined in section 406(i)(1)) the total amount which, after such placement, does not exceed \$10,000."

(c) Qualified Education and Employment Accounts.--Section 406 of such Act (42 U.S.C. 606) is amended by adding at the end the following:

"(1)(1) The term 'qualified education and employment account' means a mechanism established by the State (such as escrow accounts or education savings bonds) that allows savings from the earned income of a dependent child or parent of such child in a family receiving aid to families with dependent children to be used for qualified distributions.

"(2) The term 'qualified distributions' means distributions from a qualified education and employment account for expenses directly related to the attendance at an eligible postsecondary or secondary institution or directly related to improving the employability (as determined by the State) of a member of a family receiving aid to families with dependent children.

"(3) The term 'eligible postsecondary or secondary institution' means a postsecondary or secondary institution determined to be eligible by the State under guidelines established by the Secretary."

(d) Effective Date.--The amendments made by this section shall apply to payments under part A of title IV of the Social Security Act (42 U.S.C. 601 et seq.) for calendar quarters beginning on or after January 1, 1995.

SEC. 105. INCENTIVES AND ASSISTANCE IN START-UP BUSINESS, the State may--

"(1)(I) d Permit Certain Self-Employment Program Participants a One-Time Election To Purchase Capital Equipment for a Small Business in Lieu of Depreciation; Repayments by Such Persons of the Principal Portion of Small Business Loans Treated as Business Expenses for Purposes of AFDC.--

(1) Amendments to the social security act.--Section 402(a)(8) of the Social Security Act (42 U.S.C. 602(a)(8)) is amended--

(A) in subparagraph (B)(ii)(II), by striking "and" after the semicolon;

(B) by redesignating subparagraph (C) as subparagraph (D); and

(C) by inserting after subparagraph (B) the following new subparagraph:

"(C) provide that, in determining the earned income of a family any of the members of which owns a small business and is a participant in a self-employment program offered by a State in accordance with section 482(d)(1)(B)(ii), the State may--

"(1)(I) during the 1-year period beginning on the date the family makes an election under this clause, treat as an offset against the gross receipts of the business the sum of the capital expenditures for the business by any member of the family during such 1-year period; and

"(II) allow each such family eligible for aid under this part no more than 1 election under this clause; and

"(ii) treat as an offset against the gross receipts of the business--

"(I) the amounts paid by any member of the family as repayment of the principal portion of a loan made for the business; and

"(II) cash retained by the business for future use by the business; and".

(2) Amendment to the internal revenue code of 1986.--Section 167 of the Internal Revenue Code of 1986 (relating to depreciation), as amended by section 13261(b) of the Omnibus Budget Reconciliation Act of 1993, is amended by redesignating subsection (g) as subsection (h) and by inserting after subsection (f) the following new subsection:

"(g) Certain Property of AFDC Recipients Not Depreciable.--No depreciation deduction shall be allowed under this section (and no depreciation or amortization deduction shall be allowed under any other provision of this subtitle) with respect to the portion of the adjusted basis of any property which is attributable to expenditures treated as an offset against gross receipts under section 402(a)(8)(C)(i) of the Social Security Act."

(3) Effective date.--

(A) Social security act amendments.--The amendments made by paragraph (1) shall apply to payments made under part A of title IV of the Social Security Act (42 U.S.C. 601 et seq.) on or after January 1, 1995.

(B) Internal revenue code amendment.--The amendments made by paragraph (2) shall apply to property placed in service on or after January 1, 1995.

(b) Demonstration Projects Establishing Public-Private Partnerships for Technical Assistance to Self-Employed AFDC Recipients.--

(1) In general.--The Secretary shall provide for demonstration projects to be conducted in States with applications approved under this Act under which one or more partnerships are developed between State agencies and community businesses or educational institutions to provide assistance to eligible participants.

(2) Eligible participants.--For purposes of this subsection, the term "eligible participants" means--

(A) individuals who are receiving aid to families with dependent children; and

(B) individuals who cease to be eligible to receive such aid who have been participating in a demonstration project conducted by a

State under this subsection.

(3) Permissible expenditures.--Funds from any demonstration project conducted under this subsection may be used to pay the costs associated with developing and implementing a process through which businesses or educational institutions would work with the State agency to provide assistance to eligible participants seeking to start or operate small businesses, including--

(A) mentoring;

(B) training for eligible participants in administering a business;

(C) technical assistance in preparing business plans; and

(D) technical assistance in the process of applying for business loans, marketing services, and other activities related to conducting such small businesses.

(c) Demonstration Projects for Training AFDC Recipients as Self-Employed Providers of Child Care Services.--

(1) In general.--The Secretary shall provide for demonstration projects to be conducted in States with applications approved under this Act under which one or more partnerships are developed between State agencies and community businesses or educational institutions to provide assistance to eligible participants in the establishment and operation of child care centers in the home or in the community which would provide child care services.

(2) Eligible participants.--For purposes of this subsection, the term "eligible participants" means--

(A) individuals who are receiving aid to families with dependent children; and

(B) individuals who cease to be eligible to receive such aid who have been participating in a demonstration project conducted by a State under this subsection.

(3) Permissible expenditures.--Funds from any demonstration project conducted under this subsection may be used to pay the costs associated with developing and implementing a process through which businesses or educational institutions would work with the State agency to provide assistance to train eligible participants to provide licensed child care services, including--

(A) mentoring;

(B) training in the provision of child care services;

(C) training for eligible participants in administering a business;

(D) training in early childhood education;

(E) technical assistance in preparing business plans;

(F) technical assistance in the process of applying for loans, marketing services, qualifying for Federal and State programs, and other activities related to the provision of child care services; and

(G) technical assistance in obtaining a license and complying with Federal, State, and local regulations regarding the provision of child care.

(d) Demonstration Project To Promote Ownership of Family-Owned Businesses by AFDC Recipients.--

(1) Establishment.--The Secretary shall provide for demonstration projects described in paragraph (2) in States with applications approved under this Act.

(2) Project described.--Each State conducting a demonstration project under this subsection shall develop a program under which the State shall--

(A) encourage incentives for families receiving aid to families with dependent children to work together as managers and employees in family-owned businesses;

(B) develop State and private partnerships for making or guaranteeing small business loans, including seed money, available to such families;

(C) provide such families with technical training in small business management, accounting, and bookkeeping;

(D) regularly evaluate the status of the recipients of assistance under the project; and

(E) continue a transitional period of benefits under title IV and title XIX of the Social Security Act for recipients of assistance under the project until such time as the State determines such family is self-sufficient.

For purposes of this paragraph, a family-owned business may include other relatives of the family receiving aid to families with dependent children regardless if such relatives are also receiving aid to families with dependent children.

SEC. 106. INCREASED EMPHASIS IN JOBS PROGRAM ON MOVING PEOPLE INTO THE WORK FORCE.

Section 481(a) of the Social Security Act (42 U.S.C. 681(a)) is amended by adding at the end the following new sentence: "It is further the purpose of this part to encourage individuals receiving education and training to enter the permanent work force by developing programs through which such

individuals enter the work force and then receive post-employment education and training."

SEC. 107. ADDITIONAL DEMONSTRATION PROJECTS TO MOVE AFDC RECIPIENTS INTO THE WORK FORCE.

(a) Establishment.--The Secretary shall provide for additional demonstration projects described in subsection (b) in States with applications approved under this Act.

(b) Project Described.--Each State conducting a demonstration project under this section shall develop a program or programs to better move recipients of aid to families with dependent children into the work force.

TITLE II--INITIATIVES TO STRENGTHEN FAMILIES AND BREAK THE CYCLE OF WELFARE DEPENDENCY

SEC. 201. DEMONSTRATION PROJECTS TO ESTABLISH CHILD CENTERED PROGRAMS THROUGH CONVERSION OF CERTAIN AFDC AND JOBS PAYMENTS INTO BLOCK GRANTS.

(a) Establishment.--The Secretary shall provide for demonstration projects described in subsection (b) in States with applications approved under this Act.

(b) Project Described.--

(1) In general.--Each State conducting a demonstration project under this section shall elect to receive payments under paragraph (2) in lieu of--

(A) all payments to which the State would otherwise be entitled to under section 403 of the Social Security Act (42 U.S.C. 603) for aid to families with dependent children under part A of title IV of such Act or the job opportunities and basic skills training program under part F of such title; or

(B) any portion of the payment described in subparagraph (A) to which the State would otherwise be entitled under such section for benefits (identified by the State) under part A or part F of such title for populations (identified by the State) who receive such benefits.

(2) Payment.--The Secretary shall make payment under this paragraph for each year of the project in an amount equal to--

(A) during fiscal year 1995--

(1) 100 percent of the total amount to which the State was entitled under section 403 of the Social Security Act (42 U.S.C. 603) for aid to families with dependent children under part A of title IV of such Act or the job opportunities and basic skills training program under part F of such title; or

(ii) the amount to which the State was entitled to under such section for those benefits and populations identified by the State in paragraph (1)(B),

for fiscal year 1994 plus the product of such amount and the percentage increase in the consumer price index for all urban consumers (U.S. city average) during fiscal year 1995; and

(B) during each subsequent fiscal year, the amount determined under this paragraph in the previous fiscal year plus the product of such amount and the percentage increase in such consumer price index during such previous fiscal year.

(3) Description of activities.--

(A) In general.--Each State which is paid under paragraph (2) shall expend the amount received under such paragraph and the amount if any, made available to such State under section 5(b)(1)(B)(ii) for one or more of the following purposes:

(i)(I) Establish residential programs for teenage mothers with dependent children where education, job training, community service, or other employment is provided.

(II) Support the pilot project described in section 433(f) of the Jobs Training Partnership Act, as added by section 102 of this Act, to provide such services to teenage mothers with dependent children.

(ii) Establish programs to promote, expedite, and ensure adoption of children, particularly neglected or abused children.

(iii) Expand child care assistance for the children of needy working parents (as determined by the State).

(iv) Establish residential schooling with appropriate support services for children from needy families (as determined by the State) enrolled at the request of the parents of such children.

(v) Establish other services which will be provided directly to children from needy families (as determined by the State).

(vi) Implement other reforms consistent with this Act.

(4) Community-based activities.--The Secretary shall ensure that each State receiving a grant under this section--

(A) takes adequate steps to assure the well-being of the children affected by the State's receipt of the grant; and

(B) to the fullest extent possible, utilizes the grant under this section to support community-based services in communities affected by the State's receipt of the grant.

SEC. 202. DEMONSTRATION PROJECTS PROVIDING NO ADDITIONAL BENEFITS WITH RESPECT TO CHILDREN BORN WHILE A FAMILY IS RECEIVING AFDC AND ALLOWING INCREASES IN THE EARNED INCOME DISREGARD.

(a) Establishment.--The Secretary shall provide for demonstration projects described in subsection (b) in States with applications approved under this Act.

(b) Project Described.--If a child is born to a family after the date on which such family begins receiving aid to families with dependent children, State conducting a demonstration project under this section--

(1) shall not take such child into account in determining the need of such family for such aid; and

(2) shall increase the amounts disregarded from earned income under section 402(a)(8)(A) of such Act (42 U.S.C. 602(a)(8)(A)).

SEC. 203. DEMONSTRATION PROJECTS PROVIDING INCENTIVES TO MARRY.

(a) Aid to Two-Parent Families.--

(1) Establishment.--The Secretary shall provide for demonstration projects described in paragraph (2) in States with applications approved under this Act.

(2) Project described.--

(A) In general.--Each State conducting a demonstration project under this subsection shall not apply the requirements described in subparagraph (B) to a parent of a dependent child who is married to the natural parent of such child.

(B) Requirements waived.--The requirements described in this subparagraph are:

(i) The work history requirement described in section 407(b)(1)(A)(iii) of such Act (42 U.S.C. 607(b)(1)(A)(iii)).

(ii) The 100-hour rule under section 233.100(a)(1)(i) of title 45, Code of Federal Regulations.

(b) Increase in Stepparent Earned Income Disregard.--

(1) Establishment.--The Secretary shall provide for demonstration projects described in paragraph (2) in States with applications approved under this Act.

(2) Project described.--For purposes of making determinations for an month under section 402(a)(7) of the Social Security Act (42 U.S.C. 602(a)(7)), each State conducting a demonstration project under this subsection shall modify the income disregards provided in subparagraphs (A) through (D) of section 402(a)(31) of such Act (42 U.S.C. 602(a)(31))

in order to decrease the amount of income determined under such section with respect to a dependent child's stepparent.

SEC. 204. DEMONSTRATION PROJECTS REDUCING AFDC BENEFITS IF SCHOOL ATTENDANCE IS IRREGULAR OR PREVENTIVE HEALTH CARE FOR DEPENDENT CHILDREN IS NOT OBTAINED.

(a) Establishment.--The Secretary shall provide for demonstration projects described in subsection (b) in States with applications approved under this Act.

(b) Project Described.--

(1) In general.--Each State conducting a demonstration project under this section shall reduce the amount of aid to families with dependent children received by a family if the State agency determines that one or both (at the State's option) of the following conditions exist:

(A) A member of such family is attending school or participating in a course of vocational or technical training and such family member is absent from such school or training with no excuse for more than a number of days per month determined appropriate by the State.

(B) A member of such family is a child under the age of 6 who has not received appropriate immunizations (as determined by the State).

(2) Limitation.--Each State conducting a demonstration project under this section shall establish procedures which ensure that no reduction in aid to families with dependent children under paragraph (1) will endanger the welfare and safety of any dependent child.

SEC. 205. DEMONSTRATION PROJECTS TO INCREASE CHILD SUPPORT COLLECTION.

(a) Establishment.--The Secretary shall provide for demonstration projects described in subsection (b) in States with applications approved under this Act.

(b) Project Described.--Each State conducting a demonstration project under this section shall increase the State's child support collection efforts through one or more of the following methods:

(1) Enhanced child support enforcement and collection, including holding a parent accountable for supporting any children of the parent's minor children.

(2) Applying section 402(a)(8)(vi) of the Social Security Act (42 U.S.C. 602(a)(8)(vi)) by substituting an amount greater than \$50 (to be determined by the State) for "\$50" each place such dollar amount appears

(3) Any other method that the State deems appropriate.

SEC. 206. DEMONSTRATION PROJECTS TO DEVELOP COMMUNITY-BASED PROGRAMS FOR

TEENAGE PREGNANCY PREVENTION AND FAMILY PLANNING

(a) Establishment.--The Secretary shall provide for demonstration projects described in subsection (b) in States with applications approved under this Act.

(b) Project Described.--Each State conducting a demonstration project under this section shall develop a community-based program for teenage pregnancy prevention and family planning.

SEC. 207. ADDITIONAL DEMONSTRATION PROJECTS TO STRENGTHEN FAMILIES AND BREAK THE CYCLE OF WELFARE DEPENDENCY.

(a) Establishment.--The Secretary shall provide for additional demonstration projects described in subsection (b) in States with applications approved under this Act.

(b) Project Described.--Each State conducting a demonstration project under this section shall develop a program or programs to strengthen families and break the cycle of welfare dependency.

TITLE III--INITIATIVES TO DIVERSIFY AND IMPROVE THE PERFORMANCE OF WELFARE SERVICES

SEC. 301. DEMONSTRATION PROJECTS FOR PROVIDING PLACEMENT OF AFDC RECIPIENTS IN PRIVATE SECTOR JOBS.

(a) Establishment.--The Secretary shall provide for demonstration projects described in subsection (b) in States with applications approved under this Act.

(b) Project Described.--Each State conducting a demonstration project under this section shall--

(1) contract with private for-profit and nonprofit groups to provide any individual receiving aid to families with dependent children with training, support services, and placement in a private sector job which permits such individual to cease receiving aid to families with dependent children; and

(2) upon employment of such individual, pay such groups a negotiated portion of the total amount that such individual's family would have received over the course of the year in which such individual began such employment in the form of aid to families with dependent children.

SEC. 302. DEMONSTRATION PROJECTS PROVIDING PERFORMANCE-BASED INCENTIVES FOR STATE PUBLIC WELFARE PROVIDERS.

(a) Establishment.--The Secretary shall provide for demonstration projects to establish performance-based incentives for State public welfare providers in States with applications described in subsection (b)(1) which

are approved under this Act.

(b) Applications.--

(1) Application described.--An application described under this paragraph is an application which--

(A) identifies the State offices or administrative units which will participate in the demonstration project;

(B) describes indicators of employee or program performance based on outcome measures for--

(i) training and education;

(ii) job search and placement assistance;

(iii) child support collection;

(iv) teen pregnancy prevention programs; and

(v) any other program objective that the State finds appropriate;

(C) describes budgetary incentives for program performance, including direct financial incentives for employees where appropriate;

(D) describes a process for developing, in cooperation with employees of participating offices or units, a job evaluation system based on performance measures; and

(E) describes the way in which State public welfare providers, private providers, welfare clients, and members of the community have been or shall be involved in the planning and implementation of a performance based welfare delivery system.

(2) Technical assistance.--The Secretary shall provide a State desiring to submit an application for a demonstration project under this section with technical assistance in preparing an application described under paragraph (1).

TITLE IV--OFFSETTING EXPENDITURE REDUCTIONS

SEC. 401. OFFSETTING EXPENDITURE REDUCTIONS.

(a) In General.--Subparagraph (C) of section 1001(5) of the Food Security Act of 1985 (7 U.S.C. 1308(5)(C)) is amended to read as follows:

"(C) In the case of corporations and other entities included in subparagraph (B) and partnerships, the Secretary shall attribute payments to natural persons in proportion to their ownership interests in an entity and in any other entity, or partnership, that owns or controls the entity, or

partnership, receiving the payments.".

(b) Removal of 3-Entity Rule.--Section 1001A(a)(1) of the Food Security Act of 1985 (7 U.S.C. 1308-1(a)(1)) is amended--

(1) in the first sentence--

(A) by striking "substantial beneficial interests in more than two entities" and inserting "a substantial beneficial interest in an other entity"; and

(B) by striking "receive such payments as separate persons" and inserting "receives the payments as a separate person"; and

(2) by striking the second sentence.

(c) Effective Date.--The amendments made by this section shall take effect on October 1, 1994.

*** Remember you are in the 103rd Congress

Please type desired COMMAND (or MENU):

Choose ONE number: 2

Make sure your printer is on.

Turn on your software print command.

Then press the ENTER key.

LEGI-SLATE Report for the 103rd Congress Fri, March 10, 1995 10:34am (EST)

Q U I C K B I L L

S. 1891 by Sen. Nancy Landon Kassebaum (R-KS)
Welfare and Medicaid Responsibility Exchange Act of 1994

Title, Overview, Outlook:

S. 1891 by Sen. Nancy Landon Kassebaum (R-KS)
Welfare and Medicaid Responsibility Exchange Act of 1994

Official Title (Caption):

A bill to shift financial responsibility for providing welfare assistance to the States and shift financial responsibility for providing medical assistance under Title XIX of the Social Security Act to the Federal Government, and for other purposes.

Introduced on Monday, March 7, 1994

Narrative Description:

Description and Status of S. 1891,
Welfare and Medicaid Responsibility Exchange Act of 1994,
as of Friday, March 10, 1995

The bill was introduced in the Senate on Monday, March 7, 1994 by Sen. Nancy Landon Kassebaum (R-KS). At the present time there are 4 cosponsors of this bill, 4 Republicans.

The bill's official title stated its purpose as follows:

"A bill to shift financial responsibility for providing welfare assistance to the States and shift financial responsibility for providing medical assistance under Title XIX of the Social Security Act to the Federal Government, and for other purposes."

The bill was referred to the Senate Committee on Finance.

The most recent major action on the bill was on Monday, March 7, 1994: Referred to Senate Committee on Finance; otherwise, the latest action was on Tuesday, June 14, 1994: Remarks by Sen. Nancy Landon Kassebaum (R-KS) in "Congressional Record" (CR Page S-6837).

There is currently no committee action scheduled on this bill.

CRS Abstract and Digest:

Digest
(from Congressional Research Service, Library of Congress)

Welfare and Medicaid Responsibility Exchange Act of 1994 - Provides for the termination of AFDC (Aid to Families with Dependent Children), JOBS (Job Opportunities and Basic Skills Training Program), WIC (Special Supplemental Food Program for Women, Infants, and Children), and food stamp programs after FY 1995, shifting financial responsibility to the States for providing similar assistance to low-income individuals, with such assistance paid for out of a reduction in the State's share of Medicaid funding equivalent to the Federal welfare savings.

Federalizes the Medicaid program after FY 2000, relieving States of their administrative or financial responsibility for it.

Legislative History:

03/07/94 -- In The SENATE

Introduced by KASSEBAUM (R-KS)

Referred to Senate Committee on Finance

Remarks by KASSEBAUM (R-KS) in "Congressional Record" (CR Page S-2417)

Full text of measure printed in "Congressional Record" (CR Page S-2419)

Remarks by BROWN (R-CO) in "Congressional Record" (CR Page S-2420)

03/25/94 -- In The SENATE

Remarks by BROWN (R-CO) in "Congressional Record" (CR Page S-3907)

Remarks by BROWN (R-CO) in "Congressional Record" (CR Page S-3923)

06/14/94 -- In The SENATE

Remarks by KASSEBAUM (R-KS) in "Congressional Record" (CR Page S-6837)

Counterpart or Companion Bills:

No counterpart or companion Bills for S. 1891

Washington Post Articles:

03/18/94 -- (Article No. 200387) Dueling Ideologies May Redefine Clinton's Pledge to Reform Welfare

11/17/94 -- (Article No. 216860) WELFARE REFORM Debate Is Shifting To Radical Changes

National Journal Articles:

12/10/94 -- (Article No. 218204) Test Drive

CQ Weekly Report Articles:

04/02/94 -- (Page 802) Welfare Bills

11/19/94 -- (Page 3334) Republican Agenda: Welfare - Broad Plan Alters Nature
of Welfare Debate

12/10/94 -- (Page 3510) Human Services - Parts of Welfare Plan Concern GOP
Moderates, Governors

Report is Completed

Turn off your software print command

Press ENTER to continue:

Choose ONE number: 5

LEGI-SLATE Report for the 103rd Congress Fri, March 10, 1995 10:28am (EST)

BILL TEXT Report for S.1891
As introduced in the Senate, March 7, 1994

S.1891 As introduced in the Senate, March 7, 1994

103d CONGRESS
2d Session

S. 1891

To shift financial responsibility for providing welfare assistance to the States and shift financial responsibility for providing medical assistance under title XIX of the Social Security Act to the Federal Government, and for other purposes.

IN THE SENATE OF THE UNITED STATES

March 7 (legislative day, February 22), 1994

Mrs. Kassebaum (for herself, Mr. Bennett, Mr. Brown, Mr. Craig, and Mr. Danforth) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To shift financial responsibility for providing welfare assistance to the States and shift financial responsibility for providing medical assistance under title XIX of the Social Security Act to the Federal Government, and for other purposes.

=====
Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE.

This Act may be cited as the "Welfare and Medicaid Responsibility Exchange Act of 1994".

SEC. 2. EXCHANGE OF FINANCIAL RESPONSIBILITIES FOR CERTAIN WELFARE PROGRAMS AND THE MEDICAID PROGRAM.

(a) In General.--In exchange for the Federal funds received by a State under section 3 for fiscal years 1996, 1997, 1998, 1999, and 2000 such State shall provide cash and non-cash assistance to low income individuals in accordance with subsection (b).

(b) Requirement To Provide a Certain Level of Low Income Assistance.--

(1) In general.--The amount of cash and non-cash assistance provided to low income individuals by a State for any quarter during fiscal years 1996, 1997, 1998, 1999, and 2000 shall not be less than the sum of--

(A) the amount determined under paragraph (2); and

(B) the amount determined under paragraph (3).

(2) Maintenance of effort with respect to federal programs terminated.--

(A) Quarter beginning October 1, 1995.--The amount determined under this paragraph for the quarter beginning October 1, 1995, is a amount equal to the sum of--

(i) one-quarter of the base expenditures determined under subparagraph (C) for the State,

(ii) the product of the amount determined under clause (i) and the estimated increase in the consumer price index (for all urban consumers, United States city average) for the preceding quarter, and

(iii) the amount that the Federal Government and the State would have expended in the State in the quarter under the programs terminated under section 4 solely by reason of the increase in recipients which the Secretary of Health and Human Services and the Secretary of Agriculture estimate would have occurred if such programs had not been terminated.

(B) Succeeding quarters.--The amount determined under this paragraph for any quarter beginning on or after January 1, 1996, is an amount equal to the sum of--

(i) the amount expended by the State under subsection (a) in the preceding quarter,

(ii) the product of the amount determined under clause (i) and the estimated increase in the consumer price index (for all

urban consumers, United States city average) for the preceding quarter, and

(iii) the amount that the Federal Government and the State would have expended in the State in the quarter under the programs terminated under section 4 solely by reason of the increase in recipients which the Secretary of Health and Human Services and the Secretary of Agriculture estimate would have occurred if such programs had not been terminated.

(C) Determination of base amount.--The Secretary of Health and Human Services, in cooperation with the Secretary of Agriculture, shall calculate for each State an amount equal to the total Federal and State expenditures for administering and providing--

(i) aid to families with dependent children under a State plan under title IV of the Social Security Act (42 U.S.C. 601 et seq.),

(ii) benefits under the food stamp program under the Food Stamp Act of 1977 (7 U.S.C. 2011 et seq.), including benefits provided under section 19 of such Act (7 U.S.C. 2028), and

(iii) benefits under the special supplemental program for women, infants, and children established under section 17 of the Child Nutrition Act of 1966 (42 U.S.C. 1786),

for the State during the 12-month period beginning on July 1, 1994.

(3) Maintenance of effort with respect to state programs.--The amount determined under this paragraph for a quarter is the amount of State expenditures for such quarter required to maintain State programs providing cash and non-cash assistance to low income individuals as such programs were in effect during the 12-month period beginning on July 1, 1994.

SEC. 3. PAYMENTS TO STATES.

(a) In General.--The Secretary of Health and Human Services shall make quarterly payments to each State during fiscal years 1996, 1997, 1998, 1999, and 2000 in an amount equal to one-quarter of the amount determined under subsection (b) for the applicable fiscal year and such amount shall be used for the purposes described in subsection (c).

(b) Payment Equivalent to Federal Welfare Savings.--

(1) In general.--The amount available to be paid to a State for a fiscal year shall be an amount equal to the amount calculated under paragraph (2) for the State.

(2) Amounts available.--

(A) Fiscal year 1996.--In fiscal year 1996, the amount available under this subsection for a State is equal to the sum of--

(i) the base amount determined under paragraph (3) for the State,

(ii) the product of the amount determined under clause (i) and the increase in the consumer price index (for all urban consumers, United States city average) for the 12-month period described in paragraph (3), and

(iii) the amount that the Federal Government and the State would have expended in the State in fiscal year 1996 under the programs terminated under section 4 solely by reason of the increase in recipients which the Secretary of Health and Human Services and the Secretary of Agriculture estimate would have occurred if such programs had not been terminated.

(B) Succeeding fiscal years.--In any succeeding fiscal year, the amount available under this subsection for a State is equal to the sum of--

(i) the amount determined under this paragraph for the State in the previous fiscal year,

(ii) the product of the amount determined under clause (i) and the estimated increase in the consumer price index (for all urban consumers, United States city average) during the previous fiscal year, and

(iii) the amount that the Federal Government and the State would have expended in the State in the fiscal year under the programs terminated under section 4 solely by reason of the increase in recipients which the Secretary of Health and Human Services and the Secretary of Agriculture estimate would have occurred if such programs had not been terminated.

(3) Determination of base amount.--The Secretary of Health and Human Services, in cooperation with the Secretary of Agriculture, shall calculate the amount that the Federal Government expended for administering and providing--

(A) aid to families with dependent children under a State plan under title IV of the Social Security Act (42 U.S.C. 601 et seq.),

(B) benefits under the food stamp program under the Food Stamp Act of 1977 (7 U.S.C. 2011 et seq.), including benefits provided under section 19 of such Act (7 U.S.C. 2028), and

(C) benefits under the special supplemental program for women, infants, and children established under section 17 of the Child Nutrition Act of 1966 (42 U.S.C. 1786),

in each State during the 12-month period beginning on July 1, 1994.

(c) Purposes for Which Amounts May Be Expended.--

(1) Medicaid program.--

(A) In general.--Notwithstanding any other provision of law, during fiscal years 1996, 1997, 1998, 1999, and 2000 a State shall--

(i) except as provided in subparagraph (B), provide medical assistance under title XIX of the Social Security Act in accordance with the terms of the State's plan in effect on January 1, 1994, and

(ii) use the funds it receives under this section toward the State's financial participation for expenditures made under the plan.

(B) Changes in eligibility during fiscal years 1998, 1999, and 2000.--During fiscal years 1998, 1999, and 2000, a State may change State plan requirements relating to eligibility for medical assistance under title XIX of the Social Security Act if the aggregate expenditures under such State plan for the fiscal year do not exceed the amount that would have been spent if a State plan described in subparagraph (A)(i) had been in effect during such fiscal year.

(C) Waiver of requirements.--The Secretary of Health and Human Services may grant a waiver of the requirements under subparagraphs (A)(i) and (B) if a State makes an adequate showing of need in a waiver application submitted in such manner as the Secretary determines appropriate.

(2) Excess.--A State that receives funds under this section that are in excess of the State's financial participation for expenditures made under the State plan for medical assistance under title XIX of the Social Security Act shall use such excess funds to provide cash and non-cash assistance for low income families.

(d) Denial of Payments for Failure To Maintain Effort.--No payment shall be made under subsection (a) for a quarter if a State fails to comply with the requirements of section 2(b) for the preceding quarter.

(e) Entitlement.--This section constitutes budget authority in advance of appropriations Acts, and represents the obligation of the Federal Government to provide the payments described in subsection (a).

SEC. 4. TERMINATION OF CERTAIN FEDERAL WELFARE PROGRAMS.

(a) Termination.--

(1) AFDC.--Part A of title IV of the Social Security Act (42 U.S.C. 601 et seq.) is amended by adding at the end the following new section:

"TERMINATION OF AUTHORITY

"Sec. 418. The authority provided by this part shall terminate on Octobe

1, 1995."

(2) JOBS.--Part F of title IV of the Social Security Act (42 U.S.C. 581 et seq.) is amended by adding at the end the following new section:

"TERMINATION OF AUTHORITY

"Sec. 488. The authority provided by this part shall terminate on October 1, 1995."

(3) Special supplemental food program for women, infants, and children (WIC).--Section 17 of the Child Nutrition Act of 1966 (42 U.S.C. 1786) is amended by adding at the end the following new subsection:

"(g) The authority provided by this section shall terminate on October 1 1995."

(4) Food stamp program.--The Food Stamp Act of 1977 (7 U.S.C. 2011 et seq.) is amended by adding at the end the following new section:

"SEC. 24. TERMINATION OF AUTHORITY.

"The authority provided by this (1) each State with a State plan approved under title XI references in Other Laws.--

(1) In general.--Any reference in any law, regulation, document, paper, or other record of the United States to any provision that has been terminated by reason of the amendments made in subsection (a) shall unless the context otherwise requires, be considered to be a reference to such provision, as in effect immediately before the date of the enactment of this Act.

(2) State plans.--Any reference in any law, regulation, document, paper, or other record of the United States to a State plan that has been terminated by reason of the amendments made in subsection (a), shall, unless the context otherwise requires, be considered to be a reference to such plan as in effect immediately before the date of the enactment of this Act.

SEC. 5. FEDERALIZATION OF THE MEDICAID PROGRAM.

Beginning on October 1, 2000--

(1) each State with a State plan approved under title XIX of the Social Security Act shall be relieved of administrative or financial responsibility for the medicaid program under such title of such Act,

(2) the Secretary of Health and Human Services shall assume such responsibilities and continue to conduct such program in a State in any manner determined appropriate by the Secretary that is in accordance with the provisions of title XIX of the Social Security Act, and

(3) all expenditures for the program as conducted by the Secretary shall be paid by Federal funds.

SEC. 6. SECRETARIAL SUBMISSION OF LEGISLATIVE PROPOSAL FOR TECHNICAL AND CONFORMING AMENDMENTS.

The Secretary of Health and Human Services shall, within 90 days after the date of enactment of this Act, submit to the appropriate committees of Congress, a legislative proposal providing for such technical and conforming amendments in the law as are required by the provisions of this Act.

*** Remember you are in the 103rd Congress

Please type desired COMMAND (or MENU):

Welfare Reform Act of 1994

Senators Brown, Dole, Packwood, D'Amato, Simpson, Warner, et. al.

PURPOSE: To amend title IV of the Social Security Act and other provisions to provide reforms to the welfare system in effect in the United States.

Section 1. Short Title.

Section 2. References in Act; Table of Contents.

All amendments in this act, unless otherwise noted, shall amend the Social Security Act.

Title I: APPLICANT JOB SEARCH, VOUCHER PROGRAM, TRANSITION AND WORK PROGRAM, ETC.

Section 101. Applicant Job Search Requirement.

Any individual applying for assistance shall conduct job search activities, as determined appropriate by the state, while the individual's application for aid is pending; the state shall reimburse the applicant for necessary transportation and child care expenses resulting from such activities.

Section 102. Employment Voucher Programs.

In order to qualify for participation in the AFDC program, a state must establish an employment voucher program, which shall make employment vouchers available to eligible individuals during their first year of employment in lieu of AFDC benefits and food stamp benefits for which they, and their household, would be eligible. During the first six months of employment, the employment voucher for an individual is equal to the sum of the monthly AFDC benefit and the monthly cash value of the food stamp benefit which would otherwise be available to the individual's household. In the second six-month period of employment, the employment voucher would be worth 50% of the sum of the amounts described above.

Under the program, an individual will give his employment voucher to the employer, who will then redeem the voucher with the state for its full value. However, an employer can only participate in the program if it pays in gross wages the greater of (a) 200% of the amount of the voucher of such individual, or (b) the product of the greater of the federal minimum wage or the applicable state minimum wage and the number of hours worked by such individual. Any individual is eligible for the program as long as he/she is receiving assistance under AFDC or the food stamps program.

The wages paid to an individual during the first year of employment under this program shall be considered earned income for purposes of any provision of law, except that such wages

shall not be taken into account when determining the eligibility of the individual for assistance programs.

The federal government does not assume any greater or lesser payments to the states under this program; its formula for contributions will remain as if the amounts for the employment vouchers were still paid directly to the individual under the assistance programs.

Section 103. Transition and Work Components Added to Jobs Program.

A transition component is to be added, which must include the job search program, the employment voucher program, and other services. Each participant must engage in the appropriate activities for an average of at least 20 hours per week. Once an individual has participated in the transition component for 24 months, assistance to the family in which such individual is a member shall be reduced by the amount allocable to such individual unless the individual finds gainful employment or is participating in the work component of this program. However, the state may opt to reduce this minimum period from 24 months to 12 months. After a participant has participated in the transition component of the program for a period of six months, the state shall make an assessment to determine whether the participant is making clear and substantial progress toward employment. If, at any time during a individual's participation in the the transition component of the program, the state agency determines the participant to be employable, such participant shall be assigned to the work component of the program. The state, in consultation with HHS, shall establish guidelines for determining whether an individual has satisfied the hours of participation requirement; in the case of educational activities, the HHS shall prescribe rules for converting time spent in a program of study into hours of participation in the transition component.

A work component is also to be added, which shall include a work supplementation program, a community work experience program, the employment voucher program, and any other work program of the state approved by HHS. Once an individual has been determined as employable by the appropriate state agency, such individual shall be assigned to the work component of the program. Each participant is to engage in work activities for an average of at least 35 hours per week, or in work activities of at least 30 hours per week and job search activities of at least 8 hours. The state shall enter into agreement with an employer, whereby the state is required to pay the employer a subsidized portion of the wages. In return, the employer is required to pay the individual wages, which when added to the subsidized wages, are not less than 100% of the sum of the amount of the AFDC assistance that an individual would receive if the state did not have a work supplementation program, and the cash value of the appropriate level of food stamp benefits, provided that the state has utilized food stamp funds to help subsidize this program. The states are authorized to use sums which otherwise would be expended for food stamp benefits to provide subsidized jobs for

participants. Accordingly, if the state chooses to undertake this method of financing, households may receive the equivalent value of food stamp benefits which they would otherwise receive if the program was not in effect for the period during which the member continues to participate in the work supplementation program.

If the individual has participated in the transition component and the work component for 24 months, the state has the option to reduce assistance to his/her family by the amount allocable to such individual and the individual may be prohibited from further participation. Nevertheless, each individual shall be permitted to participate in the work component for at least 12 months without a reduction in benefits.

Despite any reductions in aid to an individual under the above provisions, as long as his/her family would be eligible for Medicaid, he/she will also continue to be eligible for Medicaid.

For purposes of computing the amount of the federal payment to a state, for expenditures incurred in making payments to individuals and employers under the state's work supplementation program, the state may claim as such expenditures the maximum amount payable to the state.

Section 104. Sanctions for Failure to Participate in Jobs program.

Amends the formula for levying sanctions, as described in the Social Security Act, against individuals who fail to participate in the above jobs program. In the case of (1) an individual's first failure to comply, the sanction shall continue for at least three months and until the individual complies, (2) an individual's second failure to comply, the sanction shall continue for at least six months and until the individual complies, and (3) an individual's third failure to comply, the sanction shall continue for at least twelve months and until the individual complies. In addition, any first failure to comply that continues more than three months shall be considered a second failure, and any second failure to comply that continues for more than six months shall be considered a third failure to comply.

Section 105. Persons Exempted From Participation in Jobs Program.

An individual may be exempt from this program if the individual (1) is ill, incapacitated, or of advanced age, (2) works 35 or more hours per week, (3) is a child who is under age 16 and attends, full-time, an elementary, secondary, or vocational (or technical) school, (4) is providing full-time care for a disabled dependent of the individual, (5) at the option of the state, if the individual is making progress in a substance abuse treatment program, unless this clause has been applied to an individual for 12 months, (6) during the 6-month period after the individual gives birth to the first child born to the individual after becoming eligible for aid under this part, (7) during the 4-month period after the individual gives birth to the second or subsequent child born to the individual after becoming eligible for aid under this part, and (8) if the individual

resides in an area of the state where the program is not available.

Section 106. Increase in Required Jobs Participation Rates.

Provides for increased state participation rates, including by the year 2002 a minimum level of 90% of all such individuals eligible for aid under the state plan who applied for such aid on or after October 1, 1998.

In the case of any family eligible for AFDC by reason of the unemployment of the parent who is the principal earner, the state shall require one parent to participate in the work component of the program, and may require one parent to participate in the transition component of the program. In the case of a parent under age 25 who has not completed high school or an equivalent course of education, the state may require such parent to participate in educational activities directed at the attainment of a high school diploma or another basic education program, in lieu of the work/transition component requirement.

All states are granted the option to limit AFDC-UP .

Section 107. Payments to States.

Establishes formula for the provision of federal funds to states for the administration of these jobs programs, based in part on the participation rates of the states.

Section 108. Effective Date.

This amendment shall take effect on the first day of the first fiscal year beginning after the date of the enactment of this act, but allows for a delay for those states where state legislation (other than authorization or appropriation legislation) is required to comply with the amendments made by this title.

TITLE II: PROVISIONS RELATING TO PATERNITY ESTABLISHMENT.

Section 201. Reduction of AFDC for Parent or Guardian of Children Whose Paternity is Not Established.

If a family applying for AFDC includes a child with respect to whom paternity has not been established, aid paid to such family under the state plan for any month shall be reduced by the amount of such aid allocable to the parent or guardian of such child until (1) paternity has been acknowledged by the father of such child, (2) a paternity suit has been instituted with respect to such child and a negative ruling has not yet been handed down, or (3) such parent or guardian demonstrates to the satisfaction of the state that the father of such child is dead or missing.

The above paragraph may not apply if (1) the state has enacted a law exempting itself from the application of this paragraph, (2) if the child was conceived as a result of rape or incest, (3) the state determines that efforts to establish paternity would result in physical danger to a member of the family claiming aid under this part, or (4) the state, with the

approval of the HHS, determines that a reduction in such aid would impose an undue hardship on the family.

This amendment shall take effect on the first day of the second fiscal year beginning after the date of the enactment of this act, but allows for a delay for those states where state legislation (other than authorization or appropriation legislation) is required to comply with the amendments made by this title.

Section 202. Earlier Paternity Establishment Efforts by States.

States are to provide a pregnant, unmarried woman information regarding potential ineligibility for, or reductions in, benefits under federal and state programs, including the AFDC program, if the woman fails to establish, or cooperate in the establishment of, the paternity of the child.

Section 203. Increase in Paternity Establishment Percentage.

Section 204. Effective Date.

This amendment shall take effect on the first day of the first fiscal year beginning after the date of the enactment of this act, but allows for a delay for those states where state legislation (other than authorization or appropriation legislation) is required to comply with the amendments made by this title.

TITLE III: CHILD SUPPORT ENFORCEMENT.

Section 301. State Information Systems.

Each state shall designate a public agency to maintain a child support order registry, which must include a copy of each child support order being enforced by the state.

All records of a state to which the agency administering the child support enforcement plan has access and determines may be useful in locating noncustodial parents or collecting child support shall be made accessible to any agency of any state for such purpose through the Interstate Locate Network in accordance with regulations promulgated by the HHS which prohibit the release of any information which might jeopardize the safety of any individual. Each state may impose reasonable fees for access to state records provided, however.

Noncustodial parents (and their designees) must be given access to state parent locator services to aid in the establishment or enforcement of visitation rights in accordance with regulations promulgated by the HHS which prohibit the release of any information which might jeopardize the safety of any individual. Custodial parents (and their designees) must be given access to state parent locator services to aid in the establishment and enforcement of child support obligations against noncustodial parents.

Section 302. National Information Systems.

Expands the use of the Parent Locator Service for purposes of establishing parentage, establishing, modifying, and enforcing.

child support obligations, and granting information to noncustodial parents as to the whereabouts of the custodial parent when such information is to be used for the purpose of enforcing child visitation rights and obligations, provided that such information does not jeopardize the safety of any individual.

The HHS shall establish an Interstate Locate Network linking the Parent Locator Service and all state databases relating to child support enforcement which shall promote efforts to enforce child support orders and visitation rights by providing on-line access to the records of any federal, state, or other source of child support information. Each state shall respond within 48 hours to another state's request for information vis-a-vis the Interstate Locate Network.

Section 303. Income Withholding.

The state shall designate a public agency to collect child support and to distribute the amounts collected as child support. All withholding forms for child support shall be developed pursuant to a uniform model; the states then are required to have laws requiring employers to withhold child support pursuant to the uniform withholding orders. Employers who in good faith comply with such an order may not be held liable for wrongful withholding of income from the employee subject to the order; however, failure to comply by an employer shall result in the imposition of a civil fine by the state. Any employer who imposes a fee for the administration of child support income withholding and related reporting of information shall not collect more than the average cost of such administration, as determined by the state.

Section 304. Uniform Terms in Orders.

Establishes the provisions of a uniform child support order for use by all state courts.

Section 305. Work Requirement For Noncustodial Parents With Child Support Arrearages.

A noncustodial parent who is applying for or receiving aid under a state plan and owes child support, is in arrears in the payment of such support in an amount that is not less than twice the amount of the monthly child support obligation, and is not subject to a court-approved plan for payment of such arrearage, shall be notified by the state that he/she is required to pay child support and is subject to fines and other penalties for failure to pay the full amount of such amount in a timely manner. If, following thirty days after the notice by the state, the amount of the arrearage has not decreased by at least a percentage amount specified by the state agency, the state shall seek a court order requiring the noncustodial parent to participate in a job search program established by the state, for not less than two weeks and not more than four weeks. If, following the end of the 30-day period beginning on the date the order was entered, the amount of the arrearage has not decreased by at least a percentage amount specified by the state agency,

the noncustodial parent shall participate in a work program established by the state, for not less than 35 hours per week.

Section 306. Effective Date.

This amendment shall take effect on the first day of the first fiscal year beginning after the date of the enactment of this act, but allows for a delay for those states where state legislation (other than authorization or appropriation legislation) is required to comply with the amendments made by this title.

TITLE IV: EXPANSION OF STATUTORY FLEXIBILITY OF STATES.

Section 401. Option to Increase or Decrease Payments Based on Preventive Health Care and Immunizations for Children.

Unless a state has enacted a law exempting itself from the application of this paragraph, a state shall increase the amount paid to a family under this part by up to \$50 for any month (but not exceeding \$300 in the aggregate), provided that the state agency receives written verification from a licensed health care provider that each child under age 6 in such family has received early and periodic screening, diagnostic, and treatment services, and has been immunized in accordance with recommendations issued by the Surgeon General of the Public Health Service.

In addition, a failure to receive such written verification shall prompt a state to reduce the amount paid to a family under this part by up to \$50 for any month.

The state shall conduct appropriate education and outreach activities designed to increase public awareness of the importance and availability of preventive health care and immunity for preschool children and inform the public regarding any transportation, child care, or other support services that may be available to assist parents in obtaining such services for their children and the clinics at which any child may receive immunizations free or at a reduced charge.

The Surgeon General, after taking into consideration the most recent report of the Committee on Infectious Diseases of the American Academy of Pediatrics, shall issue and revise from time to time, recommendations for the immunization of children under 6 years of age.

Section 402. Option to Increase or Decrease Payments Based on Attendance at Educational Institutions and Participation in Vocational or Technical Training.

The aid otherwise payable under the plan to a family may be increased by not more than \$75 per month if a member of such family who is attending an educational institution or participating in a course of vocational or technical training has, during the immediately preceding month, maintained minimum attendance at such institution or in such course. However, if he/she has not maintained such minimum attendance, the aid otherwise payable under the plan to a family may be decreased by not more than \$75 per month.

Section 403. Option to Deny AFDC for Additional Children.

At the state's option, it may provide that aid under the plan shall not be payable with respect to a child conceived by a recipient of aid under the plan.

Section 404. Option to Provide Married Couple Transition Benefit.

At the option of the state, if a recipient of aid under the plan marries an individual who is not a parent of a child of the recipient and the resulting family would have become ineligible for such aid by reason of the marriage, then the family shall remain eligible for aid under the plan, in an amount equal to 50 percent of the aid payable to the recipient payable to the recipient immediately before the marriage, for a period of not more than 12 months (to be specified by the state), but only for so long as the income of the family is less than 150% of the income official poverty line applicable to a family of the size involved.

Section 405. Option to Treat Interstate Immigrants under Rules of Former State.

At the state's option, in the case of a family applying for aid under the state plan that has moved to the state from another jurisdiction of the United States with a state plan approved under this part, and who has resided in the state for less than 12 months consecutively, the state may apply the rules that would have been applied by such other jurisdiction in determining (A) the eligibility of the family for benefits, and (B) the amount of benefits payable to the family under the state plan.

Section 406. Option to Require Attendance at Parenting and Money Management.

At the state's option, the state may require, as a condition of granting aid under the state plan, the recipient shall attend parenting and money management classes determined necessary and appropriate by the state.

Section 407. Option to Deny AFDC Eligibility to Certain Teenagers; Requirement that Teenagers Eligible for AFDC Live at Home.

At the state's option, the state may provide that any individual who is under the age of 18 and has never been married, and who has a dependent child in his or her care or is pregnant, shall be ineligible for AFDC under this part. However, such individuals, even if denied eligibility for AFDC, shall still be considered fully eligible for the Medicaid program.

Establishes a requirement for teenagers eligible for AFDC to live at home.

Each state shall use the savings under the AFDC program as a result of the amendments made by this section for (1) funding group homes for individuals, (2) adoption assistance programs, and (3) abstinence education programs.

Section 408. Disregard of Education and Employment Training Savings for AFDC Eligibility.

At the state's option, any amount up to the amount established by the state in a qualified education account shall be disregarded as resources for purposes of determining AFDC eligibility. In addition, any qualified distribution made from any qualified education account while the family is receiving AFDC shall be disregarded as income.

A "qualified education account" means a mechanism established by the state that allows savings from the earned income of a dependent child who is a member of a family receiving AFDC to be used for qualified distributions.

Section 409. Effective Date.

This amendment shall take effect on the first day of the first fiscal year beginning after the date of the enactment of this act, but allows for a delay for those states where state legislation (other than authorization or appropriation legislation) is required to comply with the amendments made by this title.

TITLE V: EXPEDITED STATE WAIVER AUTHORITY

Section 501. Interagency Waiver Request Board.

Provides for the establishment of an Interagency Waiver Request Board, to provide a focal point within the federal government for the development and coordination of waiver requests designed to improve opportunities for low-income individuals and families.

Section 502. Application to Implement Assistance Plans.

Any entity that is receiving or is eligible to receive funds or other assistance under an eligible federal program and desires to reform any number of such programs may submit to the Chairperson an application.

Section 503. Review and Approval of Applications; Waivers.

Several important provisions:

The commission may not approve any application, which the implementation thereof would result in an increase in the total amount of obligations or outlays of discretionary appropriations or direct spending under the covered program or programs included in the plan.

The assistance plan contained in any application shall be implemented for an initial period of 5 years and may be renewed for subsequent 5-year periods.

The Chairperson may waive any requirement applicable under federal law to the administration of any covered program included in an approved application, if the waiver is reasonably necessary for the implementation of the assistance plan. This provision, however, does not apply to any requirement established by statute or regulation under several enumerated civil rights acts.

Section 504. Implementation of Assistance Plans; Evaluations.

Section 505. Public-Private Partnership Committees.

Any entity desiring to submit an application under the authority of this board shall establish a Public-Private Partnership Committee to advise it in the development and implementation of an assistance plan. This committee shall consist of low-income individuals, representatives of low-income individuals and families, persons with leadership experience in the private and voluntary sectors, local elected officials, and the general public.

Section 506. Definitions.

Section 507. Reports.

Section 508. Sunset.

Any authority provided under this title shall expire 7 years after the date of the enactment of this act.

TITLE VI: WELFARE RESTRICTIONS FOR ALIENS.

Section 601. Eligibility of Certain Aliens for Certain Federal Benefits.

(a) No benefits shall be available under the following programs to an unlawful alien except pursuant to a provision of the Immigration and Nationality Act:

- AFDC
- Medicare
- The food stamp program
- The supplemental security income program
- Any federal unemployment compensation program

The federal agency administering any of these programs shall, directly or through the states, notify any unlawful alien who is receiving benefits under the program on the date of the enactment of this act and whose eligibility for the program is or will be terminated by reason of this subsection.

(b) Following the enactment of this act, any lawful alien who receives benefits under a program listed above for more than 12 months shall be reported to the INS and shall be treated as a public charge for purposes of the Immigration and Nationality Act.

In determining the eligibility of, and the amount of benefits for, a lawful alien under a program listed above, the income and resources of any person (and his/her spouse) who, as a sponsor of such alien's entry into the U.S., executed an affidavit of support or similar agreement with respect to such alien, as well as the income and resources of such sponsor's spouse, shall be deemed to be the unearned income and resources of such alien until the alien achieves U.S. citizenship through naturalization pursuant to the Immigration and Nationality Act.

Section 602. State AFDC Agencies Required to Provide Information on Illegal Aliens to the Immigration and

Naturalization Service.

TITLE VII: MISCELLANEOUS.

Section 701. Restriction on Payment of Benefits to
Individuals Confined by Court Order to
Public Institutions Pursuant to Verdicts
of Not Guilty by Reason of Insanity or Other
Mental Disorder.

No monthly benefits shall be paid to any individual for any month during which such individual is confined in any public institution pursuant to a verdict of guilty but insane or any other similar finding related to a mental disorder. However, this amendment shall not apply to any payment with respect to any individual if, as of the date of the enactment of this act, such payment is made directly to the public institution to compensate it for the expense of institutionalizing an individual.

Section 702. AFDC Recipients Required to Undergo Necessary
Substance Abuse Treatment as a Condition of
Receiving AFDC.

As a condition for eligibility for aid, each applicant or recipient for AFDC who the state determines is addicted to alcohol or drugs must be required to participate, and must maintain satisfactory participation in an appropriate addiction treatment program, and must be required to submit to random tests for the presence of alcohol or drugs during and after such participation. Failure to comply with any requirement shall result in the lack of eligibility for aid during the following 2-year period; however, the individual shall still be eligible for Medicaid assistance. No applicant/recipient shall be considered to have failed to comply with any requirement imposed above if an appropriate addiction treatment program is unavailable to such applicant or recipient under the system established by the state for determining priorities with respect to the availability of treatment services.

Section 703. Evaluation of Education and Training Programs.

The Secretary of HHS shall conduct research projects to examine the impact of education and training programs on the ability of individuals to end participation in the program of AFDC, expenditures under the AFDC program, wage rates, employment histories, and resumption of participation in such program of individuals who had ended such participation. The research shall not extend for any period longer than five years.

At least one research project shall involve the random assignment of adult recipients of AFDC among:

- (1) a group that is not required to participate in any special activity;
- (2) a group that is required to participate in education or job training programs; and
- (3) a group that is required to participate in a job search program, or in a job search and a work program.

Section 704. Fraud and Administrative Efficiency.

The Secretary of HHS may conduct demonstration projects in several states to determine whether providing benefits based on need through the use of electronic cards and automatic teller machines would reduce administrative costs and fraud; within five years, would then submit to the Congress a report on the results.

Federal financial participation shall not be available for any electronic benefit transfer system developed under a project conducted by a state unless,

- (1) The system is budget-neutral to the federal government.
- (2) Any cost-savings associated with the system are shared proportionately by the state and federal government.
- (3) Reasonable time frames for development and implementation of the system are provided and such time frames result in minimal disruption to beneficiaries.
- (4) The number of transactions allowed to beneficiaries and service fees charged to beneficiaries for transactions under the system ensure reasonable access to benefits.
- (5) The state has implemented anti-fraud procedures under the system.
- (6) The state has in place procedures which ensure the privacy of beneficiaries receiving benefits under the system.
- (7) The payments for any hardware necessary for the system are made by the state.
- (8) If the state adapts the system for use in other federal or state programs, the state and the secretary agree on an equitable cost accounting system.
- (9) The state conducts such evaluations and provides such reports to the Secretary.

A commission shall be established, consisting of heads of executive departments, expert private individuals, and state administrators, to determine the cost and feasibility of creating an interstate system to compare the social security account numbers of all recipients of AFDC, so as to identify any such recipients who are receiving such aid from 2 or more states.

Section 705. SSI Benefits for Drug and Alcohol Addicts.

All SSI recipients who receive SSI benefits by virtue of a disability resulting from addiction to illegal drugs shall be so identified. Such recipients shall be periodically tested on a random basis; any person who is determined to be using illegal drugs, or who refuses to submit to testing, shall not be eligible for benefits under this title.

Section 706. State Fraud Control Programs.

- State fraud control programs made mandatory.
- Sanction for fraud made permanent.

Q U I C K B I L L

S. 1668 by Sen. Daniel Patrick Moynihan (D-NY)
Social Security Act Amendments of 1993

Title, Overview, Outlook:

S. 1668 by Sen. Daniel Patrick Moynihan (D-NY)
Social Security Act Amendments of 1993; Welfare Indicators Act of 1993

Official Title (Caption):

An original bill to amend the Social Security Act and related Acts to make miscellaneous and technical amendments, and for other purposes.

Introduced on Wednesday, November 17, 1993

Narrative Description:

Description and Status of S. 1668,
Social Security Act Amendments of 1993; Welfare Indicators Act of 1993,
as of Thursday, March 2, 1995

The bill was introduced in the Senate on Wednesday, November 17, 1993 by Sen. Daniel Patrick Moynihan (D-NY). At the present time there are no cosponsors of this bill.

The bill's official title stated its purpose as follows:

"An original bill to amend the Social Security Act and related Acts to make miscellaneous and technical amendments, and for other purposes."

The bill has not been referred to any committee for consideration.

The most recent major action on the bill was on Wednesday, November 17, 1993: Introduced by Sen. Daniel Patrick Moynihan (D-NY); otherwise, the latest action was on Monday, October 3, 1994: Ordered printing of amendment(s) by Sen. Daniel Patrick Moynihan (D-NY) changing the effective dates (Amendment 2608, CR Page S-13936).

There is currently no committee action scheduled on this bill.

CRS Abstract and Digest:

Digest

(from Congressional Research Service, Library of Congress)

TABLE OF CONTENTS:

Title I: Medicare Provisions
Subtitle A: Provisions Relating to Part A
Subtitle B: Provisions Relating to Part B
Subtitle C: Provisions Relating to Parts A and B
Subtitle D: Provisions Relating to Medicare Supplemental Insurance Policies
Title II: Medicaid Provisions
Subtitle A: Substantive Provisions
Subtitle B: Miscellaneous and Technical Corrections Relating to OBRA-90
Subtitle C: Miscellaneous and Technical Corrections Relating to OBRA-1993
Title III: Income Security, Human Resources, and Related Programs
Subtitle A: Child Welfare, Foster Care, Adoption
Subtitle B: Child Support Enforcement
Subtitle C: Supplemental Security Income
Subtitle D: Aid to Families With Dependent Children
Subtitle E: Jobs Program
Subtitle F: Unemployment Insurance
Subtitle G: Other Provisions
Social Security Act Amendments of 1993

Title I: Medicare Provisions

Subtitle A: Provisions Relating to Part A

- Amends title XVIII (Medicare) of the Social Security Act (SSA) to:
(1) authorize the Secretary of Health and Human Services to take occupational mix into account in developing Medicare Geographic Classification Review Board (MGCRRB) guidelines for determining the area wage index; (2) provide that if labor markets are no longer based on Metropolitan Statistical Areas, the method of calculating the wage index for reclassification would not apply and the MGCRRB guidelines may be revised; and (3) require the Secretary to set the labor and non-labor portion of each standardized amount equal to the national average beginning in FY 1995.

(Sec. 102) Revises the essential access community hospital (EACH) program, with changes: (1) increasing the number of participating States; (2) providing for treatment of inpatient hospital services provided in rural primary care hospitals; (3) extending the authorization of appropriations for grants to States and hospitals; and (4) addressing adjoining State hospital designation, rural primary care hospital skilled nursing services, payment for inpatient and outpatient hospital services, and physician staffing.

(Sec. 103) Amends the Omnibus Budget Reconciliation Act of 1987 (OMBRA '87) to: (1) authorize appropriations for the rural health transition grant program; and (2) make rural primary care hospitals eligible for program grants.

(Sec. 104) Revises requirements with regard to hospital psychology services, Medicare-dependent, small rural and sole community hospitals, notification of hospice services availability, qualifications for service on the Prospective Payment Assessment Commission, budget neutral adjustments for changes in payment amounts for transfer cases, and DRG payment window

expansion.

(Sec. 106) Requires the Secretary to begin collecting the data necessary to compute a wage index based on wages specific to skilled nursing facilities.

Subtitle B: Provisions Relating to Part B

Part I: Physicians' Services

Requires the Secretary to develop and report to the Congress on a methodology for implementing a resource-based system for determining practice expense relative value units for each physicians' service. Repeals the existing payment methodology when the new payment methodology takes effect for services provided in years beginning with 1997.

(Sec. 122) Requires the Secretary to: (1) review and revise the geographic practice cost indices; (2) use the most recent available data on practice and malpractice expenses and physician work effort in establishing such indices; and (3) study and report to the Congress on index construction, data used for indices revision, and other related specified matters.

(Sec. 123) Revises rules for billing Medicare part B (Supplementary Medical Insurance) beneficiaries for physician services in excess of the applicable limiting charge involved (extra-billing limits). Imposes new obligations on carriers before making payment. Provides for refunds of excess amounts billed.

(Sec. 124) Requires the Secretary to: (1) fully develop and refine the relative values for the full range of pediatric physicians' services; and (2) study and report to the Congress on such values to determine whether there are significant variations in the resources used for similar services to different populations.

(Sec. 125) Prohibits the Secretary or a carrier from imposing fees for filing claims for physicians' services, claims errors or denials, administrative appeals, obtaining unique identifiers, or responding to inquiries concerning physicians' services.

Permits the Secretary to recognize substitute billing arrangements between two physicians under specified conditions.

Part II: Durable Medical Equipment

Requires suppliers of medical equipment and supplies to have a certified supplier number, except with regard to medical equipment and supplies furnished as incident to a physician's service, in order to be reimbursed under Medicare. Prohibits a supplier from having a number without meeting prescribed standards. Prohibits the issuance of more than one supplier number, except in certain circumstances.

(Sec. 131) Requires the Secretary to develop one or more standardized certificates of medical necessity for medical equipment and supplies.

Allows suppliers to distribute to physicians or beneficiaries a certificate of medical necessity containing certain limited information. Requires that any supplier distributing a certificate with such information must also list the fee schedule amount and charge involved before distributing it to the physician for completion.

Requires the Secretary to: (1) develop and establish uniform national coverage and utilization review criteria for select items of medical equipment and supplies; (2) review annually and determine whether to subject to such criteria any items not already subject; (3) study and report to the Congress on the effects of the methodology for determining payments for items of durable medical equipment (DME) on the ability of persons entitled

to disability benefits to obtain such items; and (4) report to the Congress on prosthetic devices or orthotics and prosthetics that do not require individualized or custom fitting and adjustment.

(Sec. 132) Prohibits suppliers from submitting claims to any carrier other than the one having jurisdiction over the geographic area where the patient to whom the item is furnished resides, unless otherwise permitted by the Secretary.

(Sec. 133) Places restrictions on certain telephone marketing and sales activities by DME suppliers.

(Sec. 134) Amends SSA title XI to exclude certain clerical, warehousing, and stock inventory tasks from the exemption from anti-kickback penalties for employees in bona-fide employment relationships with covered service providers and suppliers.

(Sec. 135) Specifies the circumstances under which Medicare beneficiaries are not financially liable for covered items furnished by a supplier.

(Sec. 136) Requires the Secretary to: (1) determine whether the payment amounts for decubitus care equipment, transcutaneous electrical nerve stimulators, and any other items considered appropriate are inherently reasonable; and (2) adjust payments for such items if the amounts are not inherently reasonable.

(Sec. 137) Requires the Administrator of the Health Care Financing Administration (HCFA) to collect and report to the Congress on data on DME supplier costs and analyze them to determine costs attributable to service and product components and the extent to which they vary by type of equipment and geographic region.

Part III: Other Items and Services

Addresses payment adjustments for ambulatory surgical center services and new technology intraocular lenses.

(Sec. 142) Requires the Secretary to study and report to the Congress on: (1) patient care costs for Medicare beneficiaries enrolled in clinical trials of new cancer therapies; and (2) continuation of the annual limitation on the payment amount for outpatient services of independently practicing physical and occupational therapists.

(Sec. 144) Authorizes the Secretary to enter into agreements with the States for allowing them to pay the penalties applicable to individuals for late enrollment premium payments under Medicare part B.

(Sec. 145) Provides that rural health clinics (RHC) and federally qualified health centers (FQHC) are not limited to providing services solely to outpatients. Covers diagnostic x-ray services as RHC and FQHC services.

(Sec. 146) Requires mammography facilities providing covered screening or diagnostic mammograms to Medicare beneficiaries to hold a certificate (or provisional certificate) issued under the Public Health Service Act.

(Sec. 147) Changes the terms "speech therapy" and "speech pathology services" to "speech-language pathology services."

(Sec. 148) Makes miscellaneous and technical amendments, among other things, to: (1) apply outpatient payment limits to diagnostic services; (2) exclude the services of nurse practitioners and clinical nurse specialists from the definition of inpatient hospital services; and (3) allow individuals who have employer group health coverage to enroll in part B at any time they are enrolled in the group health plan, rather than after they leave the plan.

Subtitle C: Provisions Relating to Parts A and B

Makes various specified changes with regard to Medicare as secondary payer.

(Sec. 152) Modifies reporting requirements under physician ownership and self-referral prohibitions to require physicians to report investment and compensation arrangements (in addition to ownership) with respect to designated health services provided.

Includes magnetic resonance imaging, computerized axial tomography scans, and ultrasound services among those subject to such prohibitions.

(Sec. 153) Allows the Secretary to recognize any successor exam to the Foreign Medical Graduate Examination in the Medical Sciences for payment of direct graduate medical education.

(Sec. 154) Requires the Secretary to establish and implement a method for obtaining information from newly eligible Medicare beneficiaries that may be used to determine eligibility for Medicaid payment of their out-of-pocket Medicare expenses.

(Sec. 155) Amends SSA title XI to require hospitals and rural primary care hospitals to enter into an agreement with the organ procurement agency designated by the Secretary for the service area in which the facility is located, unless it has obtained a waiver, in order to participate in Medicare or Medicaid.

Requires an Office of Technology Assessment study and report to the Congress with respect to such hospital agreements and organ procurement and distribution.

(Sec. 156) Amends SSA title XI to: (1) repeal the requirement that peer review organizations (PROs) precertify selected surgical procedures; and (2) revise provisions on the notification of State licensing boards by PROs.

(Sec. 157) Requires the Secretary to: (1) treat as a separate class Medicare beneficiaries with respect to whom there is a primary group health plan in defining classes to be used in determining the annual per capita rate of payment to an eligible health maintenance organization with a risk-sharing contract; and (2) submit a proposal to the Congress providing for revisions to the payment method. Requires the Comptroller General to report to the Congress on the proposed revisions.

(Sec. 158) Requires use of the most recent hospital wage data in constructing the home health wage index for cost reporting periods beginning July 1, 1996.

Extends the limits on liability under the Consolidated Omnibus Budget Reconciliation Act of 1985 for claims disallowed by a lack of medical necessity.

(Sec. 159) Makes permanent the authority provided under the Deficit Reduction Act of 1984 for the Secretary to enter into agreements with fiscal intermediaries and carriers on other than a cost basis.

(Sec. 160) Provides that user fees imposed under the Clinical Laboratories Improvement Act of 1967 are not subject to Medicare's general ban on user fees.

Modifies the phase-in schedule under the Omnibus Budget Reconciliation Act of 1993 (ONERA '93) for Medicare beneficiaries who receive immunosuppressive drugs following an organ transplant.

Subtitle D: Provisions Relating to Medicare Supplemental Insurance Policies

Makes various technical corrections to provisions relating to Medicare supplemental policies.

Title II: Medicaid Provisions
Subtitle A: Substantive Provisions

Part I: Managed Care Provisions

Amends SSA title XIX (Medicaid) to prohibit Medicaid managed care entities from having: (1) as a director, officer, or partner any person with a beneficial ownership greater than five percent of the organization's equity if that person (or an affiliate) has been debarred or suspended from Government contracting; and (2) business affiliations with such a person for the provision of goods and services that are significant and material to the entity's obligations under its contract with the State.

(Sec. 201) Requires a State to certify to the Secretary that it has safeguards against conflicts of interest between State employees responsible for Medicaid managed care contracting and Medicaid managed care contractors.

Requires Medicaid managed care contractors to: (1) report financial information specified by the Secretary and the States related to fiscal solvency; (2) agree to make available certain specified information to its enrollees upon request; and (3) provide annually to the Secretary and the State an audited financial statement and a report on any benefits provided to Medicaid clients in excess of what was required under the contract.

Requires the Secretary to prescribe: (1) procedures on marketing for enrollment and re-enrollment purposes in order to provide prospective clients with information adequate for an informed decision; and (2) solvency standards for Medicaid managed care contractors.

(Sec. 202) Extends various waivers for certain managed care organizations in Tennessee, the District of Columbia, and Wisconsin.

(Sec. 205) Amends the Family Support Act of 1988 to extend the Minnesota Prepaid Demonstration Project and provides authority and conditions for the imposition of premium charges on project participants.

Part II: Home and Community-Based Services Waiver Provisions

Eliminates the prior institutionalization requirement for habilitation services provided under a home and community-based waiver program.

(Sec. 212) Relieves States of the obligation to pursue payment from third parties for the costs of Medicaid case management services when cost-effective.

(Sec. 223) Revises the home- and community-based services waiver formula for medical assistance.

Part III: Other Provisions

Permits State employees to make presumptive eligibility determinations for pregnant women with regard to prenatal care available under Medicaid, under certain conditions.

(Sec. 222) Allows States to make a showing of certain factors for the Secretary and the Departmental Appeals Board to consider in determining the amount of a Medicaid disallowance.

(Sec. 223) Amends SSA title XI to provide for intermediate sanctions for kickback violations involving Medicare or State health care program providers.

Allows the Secretary to impose civil monetary penalties if the Attorney General does not initiate action in district court within one year after the Secretary presents the Attorney General for consideration a case involving a State health care program provider.

(Sec. 224) Amends SSA title XIX to prohibit double taxation of certain health maintenance organization (HMO) services.

(Sec. 225) Requires a Medicaid mammography facility to be certified (provisionally or otherwise) under the Public Health Service Act in order to be paid for mammography screening.

(Sec. 226) Makes various specified changes with regard to nursing facility care under Medicaid.

(Sec. 227) Amends SSA title V (Maternal and Child Health Services) to increase the authorization of appropriations for the Maternal and Child Health Services Block Grant Program.

Subtitle B: Miscellaneous and Technical Corrections Relating to OBRA-90

- Makes various technical corrections to OBRA-1990 provisions regarding: (1) the Medicaid drug rebate program; (2) enrollment under group health plans; (3) low-income Medicare beneficiaries; (4) child health; (5) outreach locations; (6) payment for hospital services for children under six; (7) payment adjustments for disproportionate share hospitals; (8) federally-qualified health centers; (9) substitute physicians; (10) home and community care for frail elderly; (11) community supported living arrangements; (12) COBRA continuation coverage; (13) Medicaid transition for family assistance; (14) medically needy income levels for certain one member families; (15) the Medicaid spend-down option; (16) optional State disability determinations; (17) special rules for HMOs; (18) coverage of HIV-positive individuals; (19) advanced directives; (20) physicians' services; and (21) nursing home reform.

Subtitle C: Miscellaneous and Technical Corrections Relating to OBRA-1993

- Makes various technical corrections to OBRA-1993 provisions regarding: (1) personal care services; (2) emergency services for aliens; (3) transfers of assets and treatment of certain trusts; (4) Medicaid estate recoveries; (5) liability for third parties to pay for care and services; (6) medical child support; (7) physician referrals; and (8) Medicaid pediatric immunization.

(Sec. 280) Makes technical corrections to OBRA-1990 Medicaid provisions on demonstration projects to study the effect of allowing States to extend Medicaid coverage to certain low-income families not otherwise qualified to receive Medicaid benefits.)

Title III: Income Security, Human Resources, and Related Programs

Subtitle A: Child Welfare, Foster Care, Adoption

Amends SSA title IV part B (Child-Welfare Services) to repeal provisions requiring foster care protection for additional Federal payments and require instead that the State part B plan provide for such protections. Requires: (1) State review of its policies and administrative and judicial procedures in effect for children abandoned at or shortly after birth; and (2) implementation of those policies and procedures determined necessary to enable permanent decisions to be made expeditiously regarding the placement of such children.

(Sec. 301) Prohibits reallocation among other States of any funds withheld or recovered from a State due to its failure to provide the above protections.

(Sec. 302) Amends SSA title XI part A to require the Secretary to promulgate regulations to determine whether programs under SSA title IV parts B and E are in substantial conformity with State plan requirements, implementing regulations, and the relevant approved State plans.

(Sec. 303) Requires a State part B plan to describe specific measures taken by the State to comply with the Indian Child Welfare Act.

(Sec. 304) Specifies the assurances that grant applications for child welfare traineeships must provide in order to win approval.

(Sec. 305) Amends SSA title IV part E (Foster Care and Adoption Assistance) to: (1) require each foster child's case plan to be designed not only to achieve placement in the least restrictive (most family-like) setting available, but in the most appropriate setting available as well; (2) require subsequent dispositional hearings to take place not less frequently than every 12 months after the first one, rather than periodically; (3) eliminate foster care ceiling and fund transfer provisions; (4) provide for accountability in cases of children placed in foster care a substantial distance from the home of their parents, or outside the State; and (5) codify the regulations for the treatment of State claims for foster care and adoption assistance.

(Sec. 307) Amends SSA title XI part A to: (1) authorize the Secretary to permit up to ten States to conduct demonstration projects which the Secretary finds likely to promote the objectives of SSA title IV parts B or E; and (2) overturn certain limitations in *Suter v. Artist M.* on private enforceability of State plan requirements.

Subtitle B: Child Support Enforcement

Amends SSA title IV part D (Child Support and Establishment of Paternity), to require State child support enforcement agencies to report periodically the names of obligors who are at least two months delinquent in support payments as well as the amount of the delinquency to consumer reporting agencies choosing to receive such information. Repeals provisions on paymepesified 12-month period are not less than its expeditu3) Requires the Secretary to enter into an agreement with the Attorney General under which the services of the Parent Locator Service shall be made available to the Office of Juvenile Justice and Delinquency Prevention, upon request, for the purpose of locating any parent or child.

Subtitle C: Supplemental Security Income

Amends SSA title XVI (Supplemental Security Income) (SSI) to extend the SSI childhood definition of disability to any person under 18.

(Sec. 322) Requires the Secretary to appoint a Commission on the Evaluation of Disability in Children to study and report to the Congress on the effects of the current SSI definition of disability as it applies to children under 18 and their receipt of SSI benefits.

(Sec. 323) Provides that, for the purpose of determining under the aggregate spending level option whether a State's expenditures for SSI payments during a specified 12-month period are not less than its expenditures for such payments in the preceding 12-month period, retroactive SSI payments required to be made in connection with the retroactive SSI benefits referred to in OBRA-1990 may, pursuant to a State's one-time election, be excluded from the computation of the State's expenditures.

Subtitle D: Aid to Families with Dependent Children

Amends SSA title XI to allow any adult member of a family or household to sign a declaration, under penalty of perjury, on behalf of other adults in the household for purposes of receiving welfare payments. Provides that in the case of a newborn child, an adult member of the family or household may sign a declaration on behalf of the child no later than the next redetermination of the eligibility of the family or household.

(Sec. 332) Welfare Indicators Act of 1993 - Declares certain policies of the United States, among them: (1) reducing the rate at and the degree to which families depend on welfare and its duration; (2) strengthening families; (3) improving the education and job skills of welfare recipients

and individuals at risk of welfare receipt; and (4) providing the public with generally accepted measures of welfare receipt so that it can track it over time and determine whether progress is being made in reducing family dependency on welfare.

Requires the Secretary to develop indicators and predictors of welfare receipt for a report to the Congress.

Creates an Advisory Board on Welfare Indicators to provide advice and recommendations to the Secretary on the development of indicators, and on the development and presentation of annual reports on welfare receipt by the Secretary.

(Sec. 333) Requires the Secretary to provide for a demonstration project for a qualified program in Milwaukee, Wisconsin, operated by The New Hope Project, Inc., a private not-for-profit corporation offering low-income Milwaukee residents employment, wage supplements, health and child care, and counseling and training for job retention or advancement.

(Sec. 334) Amends the Family Support Act of 1988 to delay the requirement for implementation of the Unemployed Parent program in Puerto Rico, Guam, the Virgin Islands, and American Samoa until repeal of the limitations on Federal matching payments to these jurisdictions for making Aid to Families with Dependent Children (AFDC) and other maintenance payments.

(Sec. 335) Extends the New York State operated Child Assistance Program demonstration for an additional five years.

(Sec. 336) Gives States the option to decide, with respect to categories of families, whether or not to use monthly reporting, retrospective budgeting, or a combination of the two.

Subtitle E: Jobs Program

Amends SSA title IV part F (Job Opportunities and Basic Skills Training Program) (JOBS) to count all Indians who live on a reservation, regardless of whether they are members of the tribe, in determining the tribe's allocation of JOBS funds.

(Sec. 342) Delays the submission date for the Secretary's recommendations to the Congress with regard to JOBS performance standards. Requires the Secretary to develop criteria for the performance standards, rather than the standards themselves.

Subtitle F: Unemployment Insurance

Postpones for one year the report of the Advisory Council on Unemployment Compensation.

(Sec. 352) Repeals language (inadvertently included in the Unemployment Compensation Amendments of 1992) that relates to the transfer of funds from the State administration account to the extended unemployment compensation account, within the Federal Unemployment Trust Fund.

Subtitle G: Other Provisions

Amends the Family Support Act of 1988 to reauthorize and extend for two additional years certain demonstration projects to create employment opportunities for low-income individuals.

(Sec. 362) Authorizes appropriations for early childhood development projects.

(Sec. 363) Reallocates to the States certain funds received by an empowerment zone or enterprise community but not used, for use under SSA title XX (Block Grants to States for Social Services).

Legislative History:

11/17/93 -- In The SENATE

Public mark-up held by Senate Committee on Finance

Ordered reported by Senate Committee on Finance (by Voice Vote)

Original (clean) measure reported by Senate Committee on Finance

Reported (without written report) by Senate Committee on Finance

Introduced by MOYNIHAN (D-NY)

Placed on Senate Legislative Calendar (Order 295)

Remarks by MOYNIHAN (D-NY) in "Congressional Record" (CR Page S-15905)

Full text of measure printed in "Congressional Record" (CR Page S-15905)

11/18/93 -- In The SENATE

Remarks by LIEBERMAN (D-CT) in "Congressional Record" (CR Page S-16170)

10/03/94 -- In The SENATE

Ordered printing of amendment(s) by MOYNIHAN (D-NY) changing the effective dates (Amendment 2608, CR Page S-13936)

Counterpart or Companion Bills:

No counterpart or companion Bills for S. 1668

Washington Post Articles:

Currently, no articles found with reference to S. 1668

National Journal Articles:

Currently, no articles found with reference to S. 1668

CQ Weekly Report Articles:

12/11/93 -- (Page 3388) Social Policy - Medicare, Medicaid, Immunization

Report is Completed

Turn off your software print command

Calendar No. 295

103D CONGRESS
1ST SESSION**S. 1668**

To amend the Social Security Act and related Acts to make miscellaneous and technical amendments, and for other purposes.

IN THE SENATE OF THE UNITED STATES

NOVEMBER 17 (legislative day, NOVEMBER 2), 1993

Mr. MOYNIHAN, from the Committee on Finance, reported the following original bill; which was read twice and placed on the calendar

A BILL

To amend the Social Security Act and related Acts to make miscellaneous and technical amendments, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4 This Act may be cited as the "Social Security Act
5 Amendments of 1993".

6 **SEC. 2. REFERENCES IN ACT; TABLE OF CONTENTS.**

7 (a) AMENDMENTS TO SOCIAL SECURITY ACT.—Ex-
8 cept as otherwise specifically provided, whenever in this

1 supplemental security income benefits are not less than
2 its expenditures for such payments in the preceding
3 twelve-month period, the Secretary, in computing the
4 State's expenditures, shall disregard, pursuant to the one-
5 time election of such State, all expenditures by such State
6 for retroactive supplementary payments that are required
7 to be made in connection with the retroactive supplemental
8 security income benefits referred to in section 5041 of the
9 Omnibus Budget Reconciliation Act of 1990."

10 (b) EFFECTIVE DATE.—The amendment made by
11 subsection (a) shall be effective on, before, and after the
12 date of the enactment of this Act.

13 **Subtitle D—Aid to Families With**
14 **Dependent Children**

15 **SEC. 331. SIMPLIFICATION OF INCOME AND ELIGIBILITY**
16 **VERIFICATION SYSTEM.**

17 Paragraph (1)(A) of section 1137(d) (42 U.S.C.
18 1320b-7(d)) is amended to read as follows:

19 " (1)(A) The State shall require, as a condition
20 of an individual's eligibility for benefits under a pro-
21 gram listed in subsection (b), a declaration in writ-
22 ing, under penalty of perjury—

23 " (i) by the individual,

24 " (ii) in the case in which eligibility for pro-
25 gram benefits is determined on a family or

1 household basis, by any adult member of such
 2 individual's family or household (as applicable),
 3 or

4 "(iii) in the case of an individual born into
 5 a family or household receiving benefits under
 6 such program, by any adult member of such
 7 family or household no later than the next rede-
 8 termination of eligibility of such family or
 9 household following the birth of such individual,

10 stating whether the individual is a citizen or national
 11 of the United States, and, if that individual is not
 12 a citizen or national of the United States, that the
 13 individual is in a satisfactory immigration status."

14 **SEC. 332. MEASUREMENT AND REPORTING OF WELFARE**

15 **RECEIPT.**

16 (a) **CONGRESSIONAL POLICY.**—The Congress hereby
 17 declares that—

18 (1) it is the policy and responsibility of the
 19 Federal Government to reduce the rate at which and
 20 the degree to which families depend on income from
 21 welfare programs and the duration of welfare re-
 22 ceipt, consistent with other essential national goals;

23 (2) it is the policy of the United States to
 24 strengthen families, to ensure that children grow up
 25 in families that are economically self-sufficient and

1 that the life prospects of children are improved, and
2 to underscore the responsibility of parents to sup-
3 port their children;

4 (3) the Federal Government should help welfare
5 recipients as well as individuals at risk of welfare re-
6 ceipt to improve their education and job skills, to ob-
7 tain child care and other necessary support services,
8 and to take such other steps as may be necessary to
9 assist them to become financially independent; and

10 (4) it is the purpose of this section to provide
11 the public with generally accepted measures of wel-
12 fare receipt so that it can track such receipt over
13 time and determine whether progress is being made
14 in reducing the rate at which and, to the extent fea-
15 sible, the degree to which, families depend on income
16 from welfare programs and the duration of welfare
17 receipt.

18 (b) DEVELOPMENT OF WELFARE INDICATORS AND
19 PREDICTORS.—The Secretary of Health and Human Serv-
20 ices (in this section referred to as the "Secretary") in con-
21 sultation with the Secretary of Agriculture shall—

22 (1) develop—

23 (A) indicators of the rate at which and, to
24 the extent feasible, the degree to which, families

1 depend on income from welfare programs and
2 the duration of welfare receipt; and

3 (B) predictors of welfare receipt;

4 (2) assess the data needed to report annually
5 on the indicators and predictors; including the abil-
6 ity of existing data collection efforts to provide such
7 data and any additional data collection needs; and

8 (3) not later than 2 years after the date of the
9 enactment of this section, provide an interim report
10 containing conclusions resulting from the develop-
11 ment and assessment described in paragraphs (1)
12 and (2), to—

13 (A) the Committee on Ways and Means of
14 the House of Representatives;

15 (B) the Committee on Education and
16 Labor of the House of Representatives;

17 (C) the Committee on Agriculture of the
18 House of Representatives;

19 (D) the Committee on Energy and Com-
20 merce of the House of Representatives;

21 (E) the Committee on Finance of the Sen-
22 ate;

23 (F) the Committee on Labor and Human
24 Resources of the Senate; and

1 (G) the Committee on Agriculture, Nutri-
2 tion, and Forestry of the Senate.

3 (c) ADVISORY BOARD ON WELFARE INDICATORS.—

4 (1) ESTABLISHMENT.—There is established an
5 Advisory Board on Welfare Indicators (in this sub-
6 section referred to as the "Board").

7 (2) COMPOSITION.—The Board shall be com-
8 posed of 12 members with equal numbers to be ap-
9 pointed by the House of Representatives, the Senate,
10 and the President. The Board shall be composed of
11 experts in the fields of welfare research and welfare
12 statistical methodology, representatives of State and
13 local welfare agencies, and organizations concerned
14 with welfare issues.

15 (3) VACANCIES.—Any vacancy occurring in the
16 membership of the Board shall be filled in the same
17 manner as the original appointment for the position
18 being vacated. The vacancy shall not affect the
19 power of the remaining members to execute the du-
20 ties of the Board.

21 (4) DUTIES.—Duties of the Board shall
22 include—

23 (A) providing advice and recommendations
24 to the Secretary on the development of indica-
25 tors of the rate at which and, to the extent fea-

1 sible, the degree to which, families depend on
2 income from welfare programs and the duration
3 of welfare receipt; and

4 (B) providing advice on the development
5 and presentation of annual reports required
6 under subsection (d).

7 (5) TRAVEL EXPENSES.—Members of the
8 Board shall not be compensated, but shall receive
9 travel expenses, including per diem in lieu of subsist-
10 ence, at rates authorized for employees of agencies
11 under subchapter I of chapter 57 of title 5, United
12 States Code, for each day the member is engaged in
13 the performance of duties away from the home or
14 regular place of business of the member.

15 (6) DETAIL OF FEDERAL EMPLOYEES.—The
16 Secretary shall detail, without reimbursement, any
17 of the personnel of the Department of Health and
18 Human Services to the Board to assist the Board in
19 carrying out its duties. Any detail shall not interrupt
20 or otherwise affect the civil service status or privi-
21 leges of the Federal employee.

22 (7) VOLUNTARY SERVICE.—Notwithstanding
23 section 1342 of title 31, United States Code, the
24 Board may accept the voluntary services provided by
25 a member of the Board.

1 (8) **TERMINATION OF BOARD.**—The Board shall
2 be terminated at such time as the Secretary deter-
3 mines the duties described in paragraph (4) have
4 been completed, but in any case prior to the submis-
5 sion of the first report required under subsection
6 (d).

7 (d) **ANNUAL WELFARE INDICATORS REPORT.**—

8 (1) **PREPARATION.**—The Secretary shall pre-
9 pare annual reports on welfare receipt in the United
10 States.

11 (2) **COVERAGE.**—The report shall include anal-
12 ysis of families and individuals receiving assistance
13 under means-tested benefit programs, including the
14 program of aid to families with dependent children
15 under part A of title IV of the Social Security Act
16 (42 U.S.C. 601 et seq.), the food stamp program
17 under the Food Stamp Act of 1977 (7 U.S.C. 2011
18 et seq.), and the Supplemental Security Income pro-
19 gram under title XVI of the Social Security Act (42
20 U.S.C. 1381 et seq.), or as general assistance under
21 programs administered by State and local govern-
22 ments.

23 (3) **CONTENTS.**—Each report shall set forth for
24 each of the means-tested benefit programs described
25 in paragraph (2)—

(A) indicators of—

(i) the rate at which and, to the extent feasible, the degree to which, families depend on income from welfare programs, and

(ii) the duration of welfare receipt;

(B) trends in indicators;

(C) predictors of welfare receipt;

(D) the causes of welfare receipt;

(E) patterns of multiple program receipt;

(F) such other information as the Secretary deems relevant; and

(G) such recommendations for legislation; which shall not include proposals to reduce eligibility levels or impose barriers to program access, as the Secretary may determine to be necessary or desirable to reduce—

(i) the rate at which and the degree to which families depend on income from welfare programs, and

(ii) the duration of welfare receipt.

(4) SUBMISSION.—The Secretary shall submit such a report not later than 3 years after the date of the enactment of this section and annually thereafter, to the committees specified in subsection

1 (b)(3)(C). Each such report shall be transmitted
2 during the first 60 days of each regular session of
3 Congress.

4 (e) SHORT TITLE.—This section may be cited as the
5 “Welfare Indicators Act of 1993”.

6 **SEC. 333. NEW HOPE DEMONSTRATION PROJECT.**

7 (a) IN GENERAL.—The Secretary of Health and
8 Human Services (in this section referred to as the “Sec-
9 retary”) shall provide for a demonstration project for a
10 qualified program to be conducted in Milwaukee, Wiscon-
11 sin, in accordance with this section.

12 (b) PAYMENTS.—For each calendar quarter in which
13 there is a qualified program approved under this sub-
14 section, the Secretary shall pay to the operator of the
15 qualified program, for no more than 20 calendar quarters,
16 an amount equal to the aggregate amount that would oth-
17 erwise have been payable to the State with respect to par-
18 ticipants in the program for such calendar quarter, in the
19 absence of the program, for cash assistance and child care
20 under part A of title IV of the Social Security Act, for
21 medical assistance under title XIX of such Act, and for
22 administrative expenses related to such assistance. The
23 amount payable to the operator of the program under this
24 section shall not include the costs of evaluating the effects
25 of the program.

1 (c) DEMONSTRATION PROJECT DESCRIBED.—For
2 purposes of this section, the term “qualified program”
3 means a program operated—

4 (1) by The New Hope Project, Inc., a private,
5 not-for-profit corporation incorporated under the
6 laws of the State of Wisconsin (in this section re-
7 ferred to as the “operator”), which offers low-income
8 residents of Milwaukee, Wisconsin, employment,
9 wage supplements, child care, health care, and coun-
10 seling and training for job retention or advancement,
11 and

12 (2) in accordance with an application submitted
13 by the operator of the program and approved by the
14 Secretary based on the Secretary’s determination
15 that the application satisfies the requirements of
16 subsection (d).

17 (d) CONTENTS OF APPLICATION.—The operator of
18 the qualified program shall provide, in its application to
19 conduct a demonstration project for the program; that the
20 following terms and conditions will be met:

21 (1) The operator will develop and implement an
22 evaluation plan designed to provide valid and reliable
23 information on the impact and implementation of
24 the program. The evaluation plan will include ade-

1 quately sized groups of project participants and con-
2 trol groups assigned at random.

3 (2) The operator will develop and implement a
4 plan addressing the services and assistance to be
5 provided by the program, the timing and determina-
6 tion of payments from the Secretary to the operator
7 of the program, and the roles and responsibilities of
8 the Secretary and the operator with respect to meet-
9 ing the requirements of this paragraph.

10 (3) The operator will specify a reliable meth-
11 odology for determining expenditures to be paid to
12 the operator by the Secretary, with assistance from
13 the Secretary in calculating the amount that would
14 otherwise have been payable to the State in the ab-
15 sence of the program, pursuant to subsection (b).

16 (4) The operator will issue an interim and final
17 report on the results of the evaluation described in
18 paragraph (1) to the Secretary at such times as re-
19 quired by the Secretary.

20 (e) EFFECTIVE DATE.—This section shall take effect
21 on the first day of the first calendar quarter that begins
22 after the date of the enactment of this Act.

1 **SEC. 334. DELAY IN REQUIREMENT THAT OUTLYING**
 2 **AREAS OPERATE AN AFDC-UP PROGRAM.**

3 (a) **IN GENERAL.**—Section 401(g)(2) of the Family
 4 Support Act of 1988 (42 U.S.C. 602 note; 102 Stat.
 5 2396) is amended by striking “October 1, 1992” and in-
 6 serting “the date of the repeal of the limitations contained
 7 in section 1108(a) of the Social Security Act on payments
 8 to such jurisdictions for purposes of making maintenance
 9 payments under parts A and E of title IV of such Act”.

10 (b) **EFFECTIVE DATE.**—The amendment made by
 11 subsection (a) shall take effect as if included in the provi-
 12 sion of the Family Support Act of 1988 to which the
 13 amendment relates at the time such provision became law.

14 **SEC. 335. NEW YORK STATE CHILD SUPPORT DEMONSTRATION**
 15 **PROGRAM.**

16 (a) **EXTENSION.**—Section 9122(g)(1) of OBRA-
 17 1987 is amended by striking “five” and inserting “10”.

18 (b) **PAYMENT OF EVALUATION COSTS.**—Section
 19 9122(b) of OBRA-1987 is amended by adding at the end
 20 the following new flush sentence: “Payment to the State
 21 under this section shall not include the costs of evaluating
 22 the effects of the program.”

23 (c) **EFFECTIVE DATES.**—

24 (1) **EXTENSION.**—The amendment made by
 25 subsection (a) shall take effect on the date of the en-
 26 actment of this Act.

1 (2) PAYMENT.—The amendment made by sub-
2 section (b) shall take effect on April 1, 1994.

3 **SEC. 336. STATE OPTION TO USE RETROSPECTIVE BUDG-**
4 **ETING WITHOUT MONTHLY REPORTING.**

5 (a) IN GENERAL.—Section 402(a)(13) (42 U.S.C.
6 602(a)(13)) is amended—

7 (1) by striking all that precedes subparagraph
8 (A) and inserting the following:

9 “(13) provide, at the option of the State and
10 with respect to such category or categories as the
11 State may select and identify in the State plan,
12 that—”; and

13 (2) in each of subparagraphs (A) and (B), by
14 striking “, in the case of families who are required
15 to report monthly to the State agency pursuant to
16 paragraph (14)”.

17 (b) EFFECTIVE DATE.—The amendment made by
18 subsection (a) shall take effect on October 1, 1993, and
19 shall apply to payments under part A of title IV of the
20 Social Security Act for fiscal year 1993 and such pay-
21 ments for succeeding fiscal years.

22 **Subtitle E—JOBS Program**

23 **SEC. 341. EXPANSION OF COVERAGE FOR INDIAN TRIBES.**

24 (a) IN GENERAL.—Section 482(i)(2)(A) (42 U.S.C.
25 682(i)(2)(A)) is amended by striking “members of such

1 Indian tribe receiving aid to families with dependent chil-
 2 dren" and inserting "Indians receiving aid to families with
 3 dependent children who reside on the reservation or within
 4 the designated service area".

5 (b) EFFECTIVE DATE.—The amendment made by
 6 subsection (a) shall take effect on October 1, 1994.

7 **SEC. 342. REPORT TO THE CONGRESS WITH RESPECT TO**
 8 **PERFORMANCE STANDARDS IN THE JOBS**
 9 **PROGRAM.**

10 Section 487(a) (42 U.S.C. 687(a)) is amended—

11 (1) by striking "3" and inserting "4";

12 (2) in paragraph (1), by inserting "criteria for"
 13 after "develop";

14 (3) in paragraph (2), by striking "for" and in-
 15 serting "with respect to"; and

16 (4) in the second sentence, by striking "under
 17 this subsection" and inserting "with respect to the
 18 program under this part".

19 **Subtitle F—Unemployment**
 20 **Insurance**

21 **SEC. 351. EXTENSION OF REPORTING DATE FOR ADVISORY**
 22 **COUNCIL.**

23 In the case of the first Advisory Council on Unem-
 24 ployment Compensation established under section 908 of

QUICK BILL
S. 863 by Sen. Bill Bradley (D-NJ)
Assets for Independence Demonstration Act

Title, Overview, Outlook:

S. 863 by Sen. Bill Bradley (D-NJ)
Assets for Independence Demonstration Act

Official Title (Caption):

A bill to provide for the establishment of demonstration projects designed to determine the social, psychological, and economic effects of providing to individuals with limited means an opportunity to accumulate assets, and to determine the extent to which an asset-based welfare policy may be used to enable individuals with low income to achieve economic self-sufficiency.

Introduced on Friday, April 30, 1993

Narrative Description:

Description and Status of S. 863,
Assets for Independence Demonstration Act,
as of Thursday, March 2, 1995

The bill was introduced in the Senate on Friday, April 30, 1993 by Sen. Bill Bradley (D-NJ). At the present time there are 16 cosponsors of this bill, 15 Democrats and 1 Republican.

The bill's official title stated its purpose as follows:

"A bill to provide for the establishment of demonstration projects designed to determine the social, psychological, and economic effects of providing to individuals with limited means an opportunity to accumulate assets, and to determine the extent to which an asset-based welfare policy may be used to enable individuals with low income to achieve economic self-sufficiency."

The bill was referred to the Senate Committee on Finance.

The most recent major action on the bill was on Friday, April 30, 1993: Referred to Senate Committee on Finance; otherwise, the latest action was on Tuesday, June 22, 1993: Remarks by Sen. Bill Bradley (D-NJ) in "Congressional Record" (CR Page S-7615).

There is currently no committee action scheduled on this bill.

Also, one other bill has been located that is a counterpart or companion bill to S.863:

H.R.456 by HALL, TONY (D-OH) -- Individual Development Account Demonstration Act

CRS Abstract and Digest:

Digest
(from Congressional Research Service, Library of Congress)

Assets for Independence Demonstration Act - Provides for the establishment of demonstration projects designed to determine: (1) the social, psychological, and economic effects of providing to individuals with limited means an opportunity to accumulate assets; and (2) the extent to which an asset-based welfare policy may be used to enable individuals with low income to achieve economic self-sufficiency.

Makes an individual eligible for assistance under a demonstration project if such individual is a member of a household that meets: (1) the income test of not more than 200 percent of the poverty threshold; and (2) the net worth test of not more than \$20,000.

Amends the Internal Revenue Code to allow a deduction for contributions made to an individual development account by or on behalf of a qualified individual to pay qualified expenses of such individual. Limits such contributions to \$2,000 per year. Defines qualified expenses as those for: (1) postsecondary educational expenses; (2) a first-home purchase; (3) business capitalization; and (4) retirement expenses. Makes such accounts exempt from tax, except the tax on unrelated business income of charitable, etc. organizations. Declares that contributions to such accounts are not subject to the gift tax or the tax on prohibited transactions.

Disregards funds in an individual development account of a demonstration project participant for purposes of all means-tested Federal programs.

Legislative History:

04/30/93 -- In The SENATE

Introduced by BRADLEY (D-NJ)

Referred to Senate Committee on Finance

Remarks by BRADLEY (D-NJ) in "Congressional Record" (CR Page S-5290)

Remarks by BRADLEY (D-NJ) in "Congressional Record" (CR Page S-5295)

Full text of measure printed in "Congressional Record" (CR Page S-5296)

05/04/93 -- In The SENATE

Remarks by BRADLEY (D-NJ) in "Congressional Record" (CR Page S-5470)

06/22/93 -- In The SENATE

Remarks by BRADLEY (D-NJ) in "Congressional Record" (CR Page S-7615)

Counterpart or Companion Bills:

H.R. 456 by Rep. Tony P. Hall (D-OH) -- Individual Development Account
Demonstration Act

Washington Post Articles:

05/05/93 -- (Article No. 179625) Clinton Sets Enterprise Zone Plan New Board
Would Coordinate Initiatives

National Journal Articles:

Currently, no articles found with reference to S. 863

CQ Weekly Report Articles:

Currently, no articles found with reference to S. 863

Report is Completed

Turn off your software print command

Press ENTER to continue:

Clinton Presidential Records Digital Records Marker

This is not a presidential record. This is used as an administrative marker by the William J. Clinton Presidential Library Staff.

This marker identifies the place of a publication.

Publications have not been scanned in their entirety for the purpose of digitization. To see the full publication please search online or visit the Clinton Presidential Library's Research Room.

103D CONGRESS
1ST SESSION

S. 863

To provide for the establishment of demonstration projects designed to determine the social, psychological, and economic effects of providing to individuals with limited means an opportunity to accumulate assets, and to determine the extent to which an asset-based welfare policy may be used to enable individuals with low income to achieve economic self-sufficiency.

IN THE SENATE OF THE UNITED STATES

APRIL 30 (legislative day, APRIL 19), 1993

Mr. BRADLEY (for himself, Mr. BIDEN, Mrs. BOXER, Mr. BRYAN, Mrs. FEINSTEIN, Mr. HOLLINGS, Mr. KERLEY, Ms. MIKULSKI, Ms. MOSELEY-BRAUN, Mr. REID, Mr. ROHR, Mr. ROCKEFELLER, Mr. SIMON, Mr. WELLSTONE, and Mr. HATCH) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To provide for the establishment of demonstration projects designed to determine the social, psychological, and economic effects of providing to individuals with limited means an opportunity to accumulate assets, and to determine the extent to which an asset-based welfare policy may be used to enable individuals with low income to achieve economic self-sufficiency.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

Q U I C K B I L L
S. 111 by Sen. Daniel Patrick Moynihan (D-NY)
Welfare Dependency Act of 1993

Title, Overview, Outlook:

S. 111 by Sen. Daniel Patrick Moynihan (D-NY)
Welfare Dependency Act of 1993

Official Title (Caption):

A bill to amend Title IV of the Social Security Act to direct the Secretary of Health and Human Services to develop and implement an information gathering system to permit the measurement, analysis, and reporting of welfare dependency.

Introduced on Thursday, January 21, 1993

Narrative Description:

Description and Status of S. 111,
Welfare Dependency Act of 1993,
as of Thursday, March 2, 1995

The bill was introduced in the Senate on Thursday, January 21, 1993 by Sen. Daniel Patrick Moynihan (D-NY). At the present time there are no cosponsors of this bill.

The bill's official title stated its purpose as follows:

"A bill to amend Title IV of the Social Security Act to direct the Secretary of Health and Human Services to develop and implement an information gathering system to permit the measurement, analysis, and reporting of welfare dependency."

The bill was referred to the Senate Committee on Finance.

The most recent major action on the bill was on Thursday, January 21, 1993: Referred to Senate Committee on Finance; otherwise, the latest action was on Tuesday, March 15, 1994: Remarks by Sen. Joseph Lieberman (D-CT) in "Congressional Record" (CR Page S-2966).

There is currently no committee action scheduled on this bill.

CRS Abstract and Digest:

Digest
(from Congressional Research Service, Library of Congress)

Welfare Dependency Act of 1993 - Amends title IV of the Social Security Act to require the Secretary of Health and Human Services to develop indicators, rates, and predictors of welfare dependency.

Establishes an Advisory Board on Welfare Dependency to advise the Secretary on their development.

Requires the Secretary to report annually to the Congress on welfare dependency in the United States.

Legislative History:

01/21/93 -- In The SENATE

Introduced by MOYNIHAN (D-NY)

Referred to Senate Committee on Finance

Remarks by MOYNIHAN (D-NY) in "Congressional Record" (CR Page S-555)

Full text of measure printed in "Congressional Record" (CR Page S-555)

03/15/94 -- In The SENATE

Remarks by LIEBERMAN (D-CT) in "Congressional Record" (CR Page S-2966)

Counterpart or Companion Bills:

No counterpart or companion Bills for S. 111

Washington Post Articles:

Currently, no articles found with reference to S. 111

National Journal Articles:

Currently, no articles found with reference to S. 111

CQ Weekly Report Articles:

Currently, no articles found with reference to S. 111

Report is Completed

Choose ONE number: 5

LEGI-SLATE Report for the 103rd Congress Mon, March 6, 1995 11:19am (EST)

BILL TEXT Report for S.111
As introduced in the Senate, January 21, 1993

S.111 As introduced in the Senate, January 21, 1993

103d CONGRESS
1st Session

S. 111

To amend title IV of the Social Security Act to direct the Secretary of Health and Human Services to develop and implement an information gathering system to permit the measurement, analysis, and reporting of welfare dependency.

IN THE SENATE OF THE UNITED STATES
January 21 (legislative day, January 5), 1993
Mr. Moynihan introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL
To amend title IV of the Social Security Act to direct the Secretary of Health and Human Services to develop and implement an information gathering system to permit the measurement, analysis, and reporting of welfare dependency.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE.

This Act may be cited as the "Welfare Dependency Act of 1993".

SEC. 2. FINDINGS AND POLICY.

(a) Findings.--The Congress finds:

(1) In the period since 1960 the average annual caseload of the aid to families with dependent children program (hereafter referred to in this section as "AFDC") under title IV of the Social Security Act has quintupled.

(2) In 1990 there were on average almost twice as many households receiving AFDC payments as the number of households and individuals receiving unemployment compensation benefits.

(3) Nearly one-quarter of children born in the period 1967 through 1969 were on welfare (AFDC) before reaching age 18. For minority children this ratio approached three-quarters.

(4) At any given time one-quarter of school children are from single parent families, or households with neither parent. The National Assessment of Educational Progress has documented the educational losses associated with single parent or no parent households.

(5) Only one-quarter of father-absent families receive full child support and over one-half receive none.

(6) The average AFDC benefit has declined by more than one-third since 1960.

(7) The burden of welfare dependency is an issue of necessary concern to women, who in overwhelming proportion are the heads of single parent families.

(8) The rate of welfare dependency may be rising. However, the statistical basis on which to assess this national issue is wholly inadequate, much as the statistical basis for addressing issues of unemployment was inadequate prior to the Employment Act of 1946, which required the creation of the annual economic report of the President and the development of unemployment rates.

(b) Congressional Policy.--The Congress hereby declares that--

(1) it is the policy and responsibility of the Federal Government to reduce welfare dependency to the lowest possible level, and to assist families toward self-sufficiency, consistent with other essential national goals;

(2) it is the policy of the United States to strengthen families, to ensure that children grow up in families that are economically self-sufficient and to underscore the responsibility of parents to support their children;

(3) the Federal Government should help welfare recipients as well as individuals at risk of welfare dependency to improve their education and job skills, to obtain access to necessary support services, and to take such other steps as may assist them to meet their responsibilities to become financially independent; and

(4) it is the purpose of this Act to aid in lowering welfare dependency by providing the public with generally accepted measures of welfare dependency so that the public can track dependency over time and determine whether progress is being made in reducing welfare dependency and enabling families to be self-sufficient.

SEC. 3. MEASUREMENT AND REPORTING OF WELFARE DEPENDENCY.

(a) In General.--Title IV of the Social Security Act (42 U.S.C. 601 et seq.) is amended by inserting after section 413 the following new section:

"MEASUREMENT AND REPORTING OF WELFARE DEPENDENCY

"Sec. 414. (a) Development of Welfare Dependency Indicators, Rates, and Predictors.--

"(1) In general.--The Secretary, in consultation with the Secretary of Agriculture, shall develop indicators, rates, and predictors of welfare dependency.

"(2) Development.--The Secretary shall--

"(A) develop--

"(i) indicators and rates related to the level of welfare dependency in the United States; and

"(ii) predictors that are correlated with welfare dependency

"(B) assess the data needed to report annually on the indicators rates, and predictors, including the ability of existing data collection efforts to provide such data and any additional data collection needs; and

"(C) not later than 2 years after the date of the enactment of this section, provide an interim report containing conclusions resulting from the development and assessment described in subparagraphs (A) and (B), to--

"(i) the Committee on Ways and Means of the House of Representatives;

"(ii) the Committee on Education and Labor of the House of Representatives;

"(iii) the Committee on Agriculture of the House of Representatives;

"(iv) the Committee on Energy and Commerce of the House of Representatives;

"(v) the Committee on Finance of the Senate;

"(vi) the Committee on Labor and Human Resources of the Senate; and

"(vii) the Committee on Agriculture, Nutrition, and Forestry of the Senate.

"(3) Considerations.--In developing the indicators, rates, and predictors, the Secretary shall consider the complexity of patterns of welfare dependency and self-sufficiency attainment, and the external factors, including the economy, that affect welfare dependency.

"(b) Advisory Board on Welfare Dependency.--

"(1) Establishment.--There is established an Advisory Board on Welfare Dependency (hereafter referred to in this section as the "Board").

"(2) Composition.--The Board shall be composed of 12 members with equal numbers to be appointed by the House of Representatives, the Senate, and the President. The Board shall be composed of experts in the fields of welfare research and statistical methodology, representatives of State and local welfare agencies, and organizations concerned with welfare issues.

"(3) Vacancies.--Any vacancy occurring in the membership of the Board shall be filled in the same manner as the original appointment for the position being vacated. The vacancy shall not affect the power of the remaining members to execute the duties of the Board.

"(4) Duties.--Duties of the Board shall include--

"(A) providing advice and recommendations to the Secretary on the development of indicators, rates, and predictors of welfare dependency, and the identification of data collection needs and existing data collection efforts, described in subsection (a)(2)(B); and

"(B) providing advice on the development and presentation of the annual report on welfare dependency indicators, rates, and predictor required under subsection (c).

"(5) Travel expenses.--Members of the Board shall not be compensated but shall receive travel expenses, including per diem in lieu of subsistence, at rates authorized for employees of agencies under subchapter I of chapter 57 of title 5, United States Code, for each day the member is engaged in the performance of duties away from the home or regular place of business of the member.

"(6) Detail of federal employees.--The Secretary shall detail,

"(E) annual numerical goals for recipients, and expenditures, within each program and within significant subgroups within the population, for the calendar year in which the report is transmitted and for each of the following 4 calendar years, which goals shall, consistent with other essential national goals, reflect the objectives of--

"(i) reducing welfare dependency to the lowest possible level; and

"(ii) increasing family self-sufficiency at or above the Federal poverty level to the greatest extent possible;

"(F)(i) the programs and policies as the Secretary, in consultation with the Board, determines are necessary to meet the goals for each of the 5 years; and

"(ii) such recommendations for legislation, which shall not include proposals to reduce eligibility levels or impose barriers to program access, as the Secretary may determine to be necessary or desirable to reduce welfare dependency; and

"(G) interim goals for reducing the proportion of children, and families with children, who are recipients of aid to families with dependent children to 10 percent of families with children, adjusted for economic conditions.

"(4) Submission.--The Secretary shall submit such a report not later than 3 years after the date of the enactment of this section, and annually thereafter, to the committees specified in subsection (a)(2)(C). The report shall be transmitted during the first 60 days of each regular session of Congress."

(b) Effective Date.--The amendment made by subsection (a) shall be effective on the date of the enactment of this Act.

*** Remember you are in the 103rd Congress

Please type desired COMMAND (or MENU):

Q U I C K B I L L
S. 16 by Sen. Daniel Patrick Moynihan (D-NY)
Work for Welfare Act of 1993

Title, Overview, Outlook:

S. 16 by Sen. Daniel Patrick Moynihan (D-NY)
Work for Welfare Act of 1993

Official Title (Caption):

A bill to amend Title IV of the Social Security Act to require full funding of the job opportunity and basic skills training program under Part F of such title, and for other purposes.

Introduced on Thursday, January 21, 1993

Narrative Description:

Description and Status of S. 16,
Work for Welfare Act of 1993,
as of Thursday, March 2, 1995

The bill was introduced in the Senate on Thursday, January 21, 1993 by Sen. Daniel Patrick Moynihan (D-NY). At the present time there are no cosponsors of this bill.

The bill's official title stated its purpose as follows:

"A bill to amend Title IV of the Social Security Act to require full funding of the job opportunity and basic skills training program under Part F of such title, and for other purposes."

The bill was referred to the Senate Committee on Finance.

The most recent action on the bill was on Thursday, January 21, 1993: Referred to Senate Committee on Finance.

There is currently no committee action scheduled on this bill.

CRS Abstract and Digest:

Digest
(from Congressional Research Service, Library of Congress)

Work for Welfare Act of 1993 - Amends the Social Security Act with respect to the job opportunities and basic skills (JOBS) training program under part F of title IV of that Act to: (1) remove the Federal payment limitation; (2) require State payments to be at not less than FY 1993 levels; (3) permit State expenditures to be in cash or in kind; (4) revise specified payment limits and State participation rates; and (5) require program referral within 60 days of eligibility determinations.

Removes the supportive services program State matching requirement, but stipulates that State expenditures shall not be less than FY 1993 levels.

Legislative History:

01/21/93 -- In The SENATE

Introduced by MOYNIHAN (D-NY)

Referred to Senate Committee on Finance

Remarks by MOYNIHAN (D-NY) in "Congressional Record" (CR Page S-370)

Full text of measure printed in "Congressional Record" (CR Page S-370)

Counterpart or Companion Bills:

No counterpart or companion Bills for S. 16

Washington Post Articles:

02/03/93 -- (Article No. 173747) Welfare Reformer

National Journal Articles:

Currently, no articles found with reference to S. 16

CQ Weekly Report Articles:

02/27/93 -- (Page 459) If It All Sounds Familiar

02/12/94 -- (Page 303) Budget '95 - Education

04/02/94 -- (Page 802) Welfare Bills

Report is Completed

Turn off your software print command

Choose ONE number: 5

LEGI-SLATE Report for the 103rd Congress Mon, March 6, 1995 11:17am (EST)

BILL TEXT Report for S.16
As introduced in the Senate, January 21, 1993

S.16 As introduced in the Senate, January 21, 1993

103d CONGRESS
1st Session

S. 16

To amend title IV of the Social Security Act to require full funding of the job opportunity and basic skills training program under part F of such title, and for other purposes.

IN THE SENATE OF THE UNITED STATES
January 21 (legislative day, January 5), 1993
Mr. Moynihan introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL
To amend title IV of the Social Security Act to require full funding of the job opportunity and basic skills training program under part F of such title, and for other purposes.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE.

This Act may be cited as the "Work for Welfare Act of 1993".

SEC. 2. FULL FUNDING OF JOB OPPORTUNITY AND BASIC SKILLS TRAINING PROGRAM.

(a) In General.--Section 402(a)(19) of the Social Security Act (42 U.S.C. 602(a)(19)) is amended--

(1) in subparagraph (B)(i), by striking "and State resources otherwise permit"; and

(2) in subparagraph (E)(i), by striking "and State resources otherwise permit".

(b) Removal of Federal Payment Limitation and Imposition of State Maintenance of Effort.--Section 403(k) of such Act (42 U.S.C. 603(k)) is amended--

(1) in paragraph (1)--

(A) by striking "of the applicable percentages (specified in such subsection)"; and

(B) by striking "but such payments" and all that follows through "the State";

(2) by striking paragraphs (2), (3), and (4) and by inserting after paragraph (1) the following new paragraph:

"(2) In order to receive the payments described in paragraph (1), each State must maintain its payments in any fiscal year under this part at or above the level of such payments as of fiscal year 1993.";

(3) by redesignating paragraph (5) as paragraph (3); and

(4) by adding at the end the following new paragraph:

"(4) The State's expenditures for the costs of operating a program established under part F may be in cash or in kind, fairly evaluated."

(c) Removal of Certain Payment Limits and Mandated State Participation Rates.--Section 403(l) of such Act (42 U.S.C. 603(l)) is amended--

(1) in paragraph (3)(A)--

(A) by striking "Notwithstanding paragraph (1), the" and inserting "The";

(B) by striking "(in lieu of any different percentage specified in paragraph (1)(A))";

(C) in clause (v), by striking "15" and inserting "50"; and

(D) in clause (vi), by striking "20" and inserting "50";

(2) in paragraph (3)(C), by striking "(in lieu of paragraph (1)(A))"

(3) in paragraph (4)(B)(i), by striking "40" and inserting "50"; and
(4) by striking paragraphs (1) and (2) and redesignating paragraphs
(3) and (4) as paragraphs (1) and (2), respectively.

(d) Repeal of State Match Requirement for Supportive Services.--Section 402(g) of such Act (42 U.S.C. 602(g)) is amended by striking paragraph (3)(A) and inserting the following:

"(3)(A) In the case of amounts expended for child care pursuant to paragraph (1)(A) by any State to which section 1108 does not apply, there shall be no requirement for State resources for purposes of section 403(a), except that no such State shall expend amounts for child care in any fiscal year less than the amount such State expended in fiscal year 1993."

(e) Time Limitation.--Section 482(b) of such Act (42 U.S.C. 682(b)) is amended by adding at the end the following new paragraph:

"(4) For all individuals required to participate in the program pursuant to section 402(a)(19)(C), the State agency shall conduct the assessment, develop the employability plan, and refer the individuals to a program component (as required in this subsection) within 60 days of the date upon which the individual is found eligible for such program."

(f) Effective Date.--The amendments made by this section shall become effective with respect to expenditures made after September 30, 1993.

*** Remember you are in the 103rd Congress

Please type desired COMMAND (or MENU):