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#### A BILL FOR AN ACT

RELATING TO HUMAN SERVICES.

#### BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

SECTION 1. The legislature finds that the self-sufficiency standard is the actual amount needed to afford minimum basic needs such as food, housing, and healthcare. The legislature also finds that the self-sufficiency standard is a more realistic guide for evaluating programs, designing new policies, and setting benchmarks for measuring economic success for the State of Hawaii.

8 In 2003, the commission on the status of women funded a 9 report, The Self-Sufficiency Report for Hawaii, which provided 10 an in-depth study of the actual cost to live in Hawaii in nine 11 communities throughout the State. The self-sufficiency 12 standards in this study ranged from double to triple the federal 13 poverty guidelines.

14 The purpose of this Act is to establish a self-sufficiency 15 standard, to be updated annually, to be used to determine the 16 level of public assistance.



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1 SECTION 2. Section 201-3, Hawaii Revised Statutes, is 2 amended to read as follows: 3 "§201-3 Specific research and promotional functions of the 4 department. Without prejudice to its general functions and duties the department of business, economic development, and 5 tourism shall have specific functions in the following areas: 6 7 (1) Industrial development. The department shall 8 determine through technical and economic surveys the 9 profit potential of new or expanded industrial 10 undertakings; develop through research projects and 11 other means new and improved industrial products and 12 processes; promote studies and surveys to determine 13 consumer preference as to design and quality and to 14 determine the best methods of packaging, transporting, 15 and marketing the State's industrial products; 16 disseminate information to assist the present industries of the State, to attract new industries to 17 the State, and to encourage capital investment in 18 19 present and new industries in the State; assist 20 associations of producers and distributors of 21 industrial products to introduce [such] these products 22 to consumers; and make [such] grants or contracts as



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1 may be necessary or advisable to accomplish the 2 foregoing; 3 (2) Land development. The department shall encourage the 4 most productive use of all land in the State in 5 accordance with a general plan developed by the 6 department; encourage the improvement of land tenure practices on leased private lands; promote an 7 informational program directed to landowners, 8 9 producers of agricultural and industrial commodities, 10 and the general public regarding the most efficient 11 and most productive use of the lands in the State; and 12 make [such] grants or contracts as may be necessary or 13 advisable to accomplish the foregoing; 14 (3) Credit development. The department shall conduct a 15 continuing study of agricultural and industrial credit needs; encourage the development of additional private 16 17 and public credit sources for agricultural and 18 industrial enterprises; promote an informational 19 program to acquaint financial institutions with 20 agricultural and industrial credit needs and the 21 potential for agricultural and industrial expansion, 22 and inform producers of agricultural and industrial



1 products as to the manner in which to qualify for 2 loans; and make [such] grants or contracts as may be 3 necessary or advisable to accomplish the foregoing; 4 (4) Promotion. The department shall disseminate 5 information developed for or by the department 6 pertaining to economic development to assist present 7 industry in the State, attract new industry and investments to the State, and assist new and emerging 8 9 industry with good growth potential or prospects in 10 jobs, exports, and new products. The industrial and 11 economic promotional activities of the department may 12 include the use of literature, advertising, 13 demonstrations, displays, market testing, lectures, 14 travel, motion picture and slide films, and [such] 15 other promotional and publicity devices as may be 16 appropriate; [and]

17 (5) Tourism research and statistics. The department shall
18 maintain a program of research and statistics for the
19 purpose of:

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(A) Measuring and analyzing tourism trends;



1	(B)	Prov	iding information and research to assist in
2		the d	development and implementation of state
3		tour:	ism policy;
4	(C)	Encou	uraging and arranging for the conduct of
5		tour	ism research and information development
6		throu	ugh voluntary means or through contractual
7		serv	ices with qualified agencies, firms, or
8		perso	ons; and
9	(D)	Prov	iding tourism information to policy makers,
10		the p	public, and the visitor industry. This
11		incl	udes:
12		(i)	Collecting and publishing visitor-related
13			data including visitor arrivals, visitor
14			characteristics and expenditures;
15		(ii)	Collecting and publishing hotel-related
16			statistics including the number of units
17			available, occupancy rates, and room rates;
18	(:	iii)	Collecting and publishing airline-related
19			data including seat capacity and number of
20			flights;



1	(iv)	Collecting information and conducting
2		analyses of the economic, social, and
3		physical impacts of tourism on the State;
4	(v)	Conducting periodic studies of the impact of
5		ongoing marketing programs of the Hawaii
6		tourism authority on Hawaii's tourism
7		industry, employment in Hawaii, state taxes,
8		and the State's lesser known and
9		underutilized destinations; and
10	(vi)	Cooperate with the Hawaii tourism authority
11		and provide it with the above information in
12		a timely manner [-]; and
12 13 <u>(6</u>	) <u>Self-suff</u>	a timely manner[+] <u>; and</u> iciency standard. The department shall
13 (6	establish	iciency standard. The department shall
13 <u>(6</u> 14	establish is the ab	iciency standard. The department shall annually the self-sufficiency standard that
13 <u>(6</u> 14 15	<u>establish</u> is the ab in Hawaii	iciency standard. The department shall annually the self-sufficiency standard that solute minimum amount required to be expended
13 <u>(6</u> 14 15 16	establish is the ab in Hawaii transport	iciency standard. The department shall annually the self-sufficiency standard that solute minimum amount required to be expended on the costs of housing, food, childcare,
13 <u>(6</u> 14 15 16 17	establish is the ab in Hawaii transport	iciency standard. The department shall annually the self-sufficiency standard that solute minimum amount required to be expended on the costs of housing, food, childcare, ation, healthcare, all taxes, and other such as clothing, shoes, utilities, and
13 <u>(6</u> 14 15 16 17 18	establish is the ab in Hawaii transport expenses household	iciency standard. The department shall annually the self-sufficiency standard that solute minimum amount required to be expended on the costs of housing, food, childcare, ation, healthcare, all taxes, and other such as clothing, shoes, utilities, and
13 (6) 14 15 16 17 18 19	establish is the ab in Hawaii transport expenses household be utiliz	iciency standard. The department shall annually the self-sufficiency standard that solute minimum amount required to be expended on the costs of housing, food, childcare, ation, healthcare, all taxes, and other such as clothing, shoes, utilities, and items. The self-sufficiency standard shall



1	barometer of the State's economic development and
2	related issues.
3	The department shall be the central agency to coordinate
4	film permit activities in the State."
5	SECTION 3. Section 346-1, Hawaii Revised Statutes, is
6	amended by amending the definition of "assistance allowance" to
7	read as follows:
8	""Assistance allowance" means a single monthly public
9	assistance grant, including funds received from the federal
10	government, expressed in a dollar amount per recipient or per
11	recipient family to be provided a recipient or recipient family
12	for all usual and absolute minimum recurring living and shelter
13	expenses, including rent or mortgage payment and utilities[ <del>, and</del>
14	excluding medical care]."
15	SECTION 4. Section 346-14, Hawaii Revised Statutes, is
16	amended to read as follows:
17	"§346-14 Duties generally. Except as otherwise provided
18	by law, the department of human services shall:
19	(1) Establish and administer programs and standards, and
20	adopt rules as deemed necessary for all public
21	assistance programs;



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1 (2) Establish, extend, and strengthen services for the protection and care of abused or neglected children 2 3 and children in danger of becoming delinquent to make 4 paramount the safety and health of children who have been harmed or are in life circumstances that threaten 5 6 harm; 7 (3) Establish and administer programs, and adopt rules as

8 deemed necessary, for the prevention of domestic and
9 sexual violence and the protection and treatment of
10 victims of domestic and sexual violence;

11 (4) Assist in preventing family breakdown;

- 12 (5) Place, or cooperate in placing, abused or neglected
  13 children in suitable private homes or institutions and
  14 place, or cooperate in placing, children in suitable
  15 adoptive homes;
- 16 (6) Have authority to establish, maintain, and operate
  17 receiving homes for the temporary care and custody of
  18 abused or neglected children until suitable plans are
  19 made for their care; and accept from the police and
  20 other agencies, for temporary care and custody, any
  21 abused or neglected child until satisfactory plans are
  22 made for the child;



1 (7) Administer the medical assistance programs for 2 eligible public welfare and other medically needy individuals by establishing standards, eligibility, 3 4 and health care participation rules, payment 5 methodologies, reimbursement allowances, systems to 6 monitor recipient and provider compliance, and assuring compliance with federal requirements to 7 8 maximize federal financial participation; 9 (8) Cooperate with the federal government in carrying out 10 the purposes of the Social Security Act and in other 11 matters of mutual concern pertaining to public 12 welfare, public assistance, and child welfare services, including the making of reports, the 13 14 adoption of methods of administration, and the making 15 of rules as are found by the federal government, or 16 any properly constituted authority thereunder, to be 17 necessary or desirable for the efficient operation of 18 the plans for public welfare, assistance, and child 19 welfare services or as may be necessary or desirable 20 for the receipt of financial assistance from the 21 federal government;



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1	(9)	Carry on research and compile statistics relative to
2		public and private welfare activities throughout the
3		State, including those dealing with dependence,
4		defectiveness, delinquency, self-sufficiency standard,
5		and related problems;
6	(10)	Develop plans in cooperation with other public and
7		private agencies for the prevention and treatment of
8		conditions giving rise to public welfare problems;
9	(11)	Adopt rules governing the procedure in hearings,
10		investigations, recording, registration, determination
11		of allowances, and accounting and conduct other
12		activities as may be necessary or proper to carry out
13		this chapter;
14	(12)	Supervise or administer any other activities
15		authorized or required by this chapter, including the
16		development of the staff of the department through in-
17		service training and educational leave to attend
18		schools and other appropriate measures, and any other
19		activities placed under the jurisdiction of the
20		department by any other law;
21	(13)	Make, prescribe, and enforce policies and rules

22 governing the activities provided for in section



1 346-31 it deems advisable, including the allocation of 2 moneys available for assistance to persons assigned to 3 work projects among the several counties or to 4 particular projects where the apportionment has not been made pursuant to other provisions of law, if any, 5 6 governing expenditures of the funds; 7 (14)Determine the appropriate level for the Hawaii 8 security net, by developing a tracking and monitoring 9 system to determine what segments of the population 10 are not able to afford the basic necessities of life, 11 and advise the legislature annually regarding the 12 resources required to maintain the security net at the 13 appropriate level; 14 Subject to the appropriation of state funds and (15) 15 availability of federal matching assistance, expand

16 optional health care to low-income persons as follows: 17 (A) Pregnant women and infants under one year of age 18 living in families with incomes up to one hundred 19 eighty-five per cent of the federal poverty level 20 and without any asset restrictions;

(B) Children under six years of age living in
families with incomes up to one hundred thirty-



1		three per cent of the federal poverty level and
2		without any asset restrictions;
3	(C)	Older children to the extent permitted under
4		optional federal medicaid rules;
5	(D)	Elder persons;
6	(E)	Aliens;
7	(F)	The homeless; and
8	(G)	Other handicapped and medically needy persons;
9		and
10	(16) Sub	oject to the appropriation of state funds and
11	ava	ailability of federal matching assistance, establish
12	the	e income eligibility level for the medically needy
13	pro	ogram at one hundred thirty-three per cent of the
14	ass	sistance allowance."
15	SECTION	5. Section 346-53, Hawaii Revised Statutes, is
16	amended by ar	mending subsection (a) to read as follows:
17	"(a) Tł	his subsection does not apply to general assistance
18	to households	s without minor dependents. The standard of need
19	shall equal t	the [ <del>poverty level established by the federal</del>
20	<del>government i</del>	n 2006,] self-sufficiency standard as established
21	annually by t	the department of business, economic development,



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1 and tourism pursuant to section 201-3, prorated over a twelve2 month period based on family size.

3 The assistance allowance provided shall be based on a 4 percentage of the standard of need. For exempt households and 5 households in which all caretaker relatives are minors, living 6 independently with minor dependents and attending school, the 7 assistance allowance shall be set no higher than sixty-two and one-half per cent and no lower than forty-four per cent of the 8 standard of need. For all other households, the assistance 9 10 allowance shall be set no higher than sixty-two and one-half per cent of the standard of need and set no lower than thirty-four 11 12 per cent of the standard of need. The standard of need shall be 13 determined by dividing the [2006 federal poverty level] self-14 sufficiency standard by twelve and rounding down the quotient. 15 The remaining quotient shall be multiplied by the per cent as set by the director by rules pursuant to chapter 91, and the 16 17 final product shall be rounded down to determine the assistance 18 allowance; provided that:

19 (1) The department may increase or reduce the assistance
20 allowance as determined in this subsection for non21 exempt households for the purpose of providing work
22 incentives or services under part XI;

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1	(2)	No reduction shall be allowed that jeopardizes
2		eligibility for or receipt of federal funds;
3	(3)	Reductions in the assistance allowance shall be
4		limited to no more than one per year; and
5	(4)	No non-exempt household, which includes an adult who
6		has received sixty cumulative months of temporary
7		assistance to needy families with minor dependents,
8		shall be eligible for an assistance allowance, unless
9		authorized by federal regulations."

10 SECTION 6. The department shall report to the legislature 11 no later than twenty days prior to the convening of the regular 12 session of 2008, and annually thereafter, on the number of 13 persons exiting public assistance, food stamp, and medical 14 assistance programs for work, utilizing the annually adjusted 15 self-sufficiency standard after 2007.

16 SECTION 7. Statutory material to be repealed is bracketed 17 and stricken. New statutory material is underscored.

18 SECTION 8. This Act shall take effect on July 1, 2007.

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INTRODUCED BY

an Belath

JAN 17 2007



#### Report Title:

Human Services; Self-Sufficiency Standard

#### Description:

Requires the department of human services to apply a selfsufficiency standard, to be established and updated annually by the department of business, economic development, and tourism to determine the amount of assistance allowance. Defines selfsufficiency standard. Requires reports to the legislature from the department of human services.

