JAN 2 0 2012

A BILL FOR AN ACT

RELATING TO HUMAN SERVICES.

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

- 1 SECTION 1. Public assistance programs limit eliqibility to
- 2 those who have few or no assets. Unfortunately, such asset
- 3 limits provide an incentive for individuals to divest themselves
- 4 of assets and a disincentive to accumulate assets. This is
- 5 problematic, as families need assets to avoid and escape poverty
- 6 and become self-sufficient.
- 7 The Corporation for Enterprise Development is a national
- 8 nonprofit based in Washington, D.C., dedicated to expanding
- 9 economic opportunity for low-income families and communities.
- 10 The Corporation for Enterprise Development recommends that
- 11 states, among other things, completely eliminate asset limits
- 12 for their Temporary Assistance for Needy Families programs or
- 13 raise the asset limit for those programs to \$15,000. Today, one
- 14 state has raised its asset limit to \$15,000, and five states
- 15 have completely eliminated their asset limits.
- 16 The purpose of this Act is to increase the asset limit
- 17 requirements for Hawaii's Temporary Assistance for Needy
- 18 Families program from \$5,000 to \$15,000.



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1	SECT	ION 2. Section 346-29, Hawaii Revised Statutes, is
2	amended b	y amending subsection (c) to read as follows:
3	"(C)	In determining the needs of an applicant or recipient
4	for publi	c assistance by the department, the department shall:
5	(1)	Disregard the amounts of earned or unearned income as
6		required or allowed by federal acts and other
7		regulations, to receive federal funds and disregard
8		from gross earned income twenty per cent plus \$200 and
9		a percentage of the remaining balance of earned income
10		consistent with federal regulations and other
11		requirements;
12	(2)	Consider as net income in all cases the income as
13		federal acts and other regulations require the
14		department to consider for receipt of federal funds
15		and may consider the additional income and resources
16		as these acts and regulations permit to be considered;
17	(3)	For households with minor dependents, disregard a
18	•	total of $[\$5,000]$ $\$15,000$ in assets and the value of
19		one motor vehicle in determining the needs of persons
20		for financial assistance; provided that the amount to
21		be disregarded shall not exceed standards under
22		federally funded financial assistance programs. This

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1		paragraph shall not apply to persons eligible for
2		federal supplemental security income benefits, aid to
3		the aged, blind or disabled, or general assistance to
4		households without minor dependents. In determining
5		the needs of persons eligible for federal supplemental
6		security income benefits, aid to the aged, blind, or
7		disabled, or general assistance to households without
8		minor dependents, the department shall apply all the
9		resource retention and exclusion requirements under
10		the federal supplemental security income program;
11	(4)	Apply the resource retention requirements under the
12		federal supplemental security income program in
13		determining the needs of a single person for medical
14		assistance only;
15	(5)	Apply the resource retention requirements under the
16		federal supplemental security income program in
17		determining the needs of a family of two persons for
18		medical assistance only and an additional \$250 for
19		each additional person included in an application for
20		medical assistance only;
21	(6)	Disregard amounts of emergency assistance granted
22		under section 346-65;

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(7)	Not consider as income or resources any payment for
	services to or on behalf of, or any benefit received
	by, a participant under the first-to-work program of
	part XI, other than wages. Wages earned by a
	participant while participating in the first-to-work
	program shall be considered income of the participant,
	unless the wages are excluded or disregarded under any
	other law;

- (8) Not consider as income or resources payment made to eligible individuals, eligible surviving spouses, surviving children or surviving parents as specified under Title I of the Civil Liberties Act of 1988, Public Law 100-383, which made restitution to individuals of Japanese ancestry who were interned during World War II;
- (9) Allow the community spouse of an individual residing in a medical institution to maintain countable resources to the maximum allowed by federal statutes or regulations with provisions for increases, as allowed by the Secretary of Health and Human Services by means of indexing, court order, or fair hearing

decree, without jeopardizing the eligibility of the 1 institutionalized spouse for medical assistance; 2 3 (10) Allow an individual residing in a medical institution to contribute toward the support of the individual's community spouse, thereby enabling the community 5 spouse to maintain the monthly maximum income allowed 6 7 by federal statutes or regulations, with provisions 8 for increases as allowed by the Secretary of Health 9 and Human Services by means of indexing, court order, 10 or fair hearing decree; 11 (11)Consider the transfer of assets from the applicant's 12 name to another name within the specified time period 13 as required by federal regulations, known as the 14 "lookback" period, prior to the application for 15 medical assistance for care in a nursing home or other long-term care facility. Pursuant to rules adopted 16 under chapter 91, the director may attribute any 17 assets that have been transferred within the required 18 federal "lookback" period from the applicant if the 19 20 director determines that transfer of certain assets was made solely to make the applicant eligible for 21 22 assistance under this chapter; and

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(12) Not consider as income or resources any funds
deposited into a family self-sufficiency escrow
account on behalf of a participant under a federal
housing choice voucher family self-sufficiency program
as required or allowed under federal law."
SECTION 3. Statutory material to be repealed is bracketed
and stricken. New statutory material is underscored.
SECTION 4. This Act shall take effect upon its approval.
INTRODUCED BY:

S.B. NO. 2178

Report Title:

Human Services; TANF Program; Office of Hawaiian Affairs Package

Description:

Increases the asset limit for TANF program eligibility from \$5,000 to \$15,000.

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