## **SENATE BILL No. 893**

November 10, 2005, Introduced by Senator CROPSEY and referred to the Committee on Families and Human Services.

A bill to amend 1939 PA 280, entitled

"The social welfare act,"

by amending sections 43 and 57g (MCL 400.43 and 400.57g), section 57g as amended by 2001 PA 280.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 43. (1) All EXCEPT AS PROVIDED IN SUBSECTION (2), ALL
- 2 assistance granted under this act shall be reconsidered from time
- 3 to time  $\frac{1}{100}$  or as frequently as may be required by the state
- 4 department. After EXCEPT AS PROVIDED IN SUBSECTION (2), AFTER
- 5 further investigation by the county department, -of social welfare,
- 6 the amount and manner of giving assistance may be changed, or the
- 7 assistance may be withdrawn if the state department finds the
  - recipient's circumstances have changed sufficiently to warrant

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- 1 such THAT action. It shall be within the power of the THE state
- 2 department MAY, at any time, to cancel and revoke assistance for
- 3 cause, and it may for cause suspend payments for assistance as it
- 4 may deem CONSIDERS proper, subject to appeal and hearing by the
- 5 recipient as provided for in section 9. The provisions of this
- 6 section shall be mandatory only with respect to -old age CASH
- 7 assistance -, aid to dependent children, aid to the blind, aid to
- 8 the permanently and totally disabled or any other function
- 9 financed in whole or in part by federal funds.
- 10 (2) THE DEPARTMENT SHALL NOT CHANGE THE AMOUNT OF ASSISTANCE
- 11 PROVIDED TO A RECIPIENT BASED ON FAMILY SIZE MORE THAN 1 TIME IN A
- 12 36-MONTH PERIOD.
- Sec. 57g. (1) The family independence agency shall develop a
- 14 system of penalties to be imposed if a recipient fails to comply
- 15 with applicable rules or the provisions of this section. Penalties
- 16 may be cumulative and may include reduction of the grant, removal
- 17 of an individual from the family independence assistance group, and
- 18 termination of assistance to the family. THE DEPARTMENT SHALL
- 19 DEVELOP A SYSTEM OF PENALTIES TO COMPLY WITH APPLICABLE RULES OR
- 20 THE PROVISIONS OF THIS SECTION. IF A RECIPIENT DEMONSTRATES
- 21 NONCOMPLIANCE OR DOES NOT MEET THE RECIPIENT'S FAMILY INDEPENDENCE
- 22 PLAN EXPECTATIONS, THE DEPARTMENT SHALL IMPOSE A PENALTY AS
- 23 FOLLOWS:
- 24 (A) FOR THE FIRST INSTANCE OF NONCOMPLIANCE OR FAILURE TO MEET
- 25 AN EXPECTATION IN THE FAMILY INDEPENDENCE PLAN, THE RECIPIENT IS
- 26 INELIGIBLE FOR FAMILY INDEPENDENCE PROGRAM ASSISTANCE FOR NOT LESS
- 27 THAN 1 CALENDAR MONTH.

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- 1 (B) FOR THE SECOND INSTANCE OF NONCOMPLIANCE OR FAILURE TO
- 2 MEET AN EXPECTATION IN THE FAMILY INDEPENDENCE PLAN, THE RECIPIENT
- 3 IS INELIGIBLE FOR FAMILY INDEPENDENCE PROGRAM ASSISTANCE FOR NOT
- 4 LESS THAN 2 CALENDAR MONTHS.
- 5 (C) FOR THE THIRD INSTANCE OF NONCOMPLIANCE OR FAILURE TO MEET
- 6 AN EXPECTATION IN THE FAMILY INDEPENDENCE PLAN WITHIN A 24-MONTH
- 7 PERIOD, THE RECIPIENT IS INELIGIBLE FOR FAMILY INDEPENDENCE PROGRAM
- 8 ASSISTANCE FOR NOT LESS THAN 24 CALENDAR MONTHS.
- 9 (2) A penalty shall not be imposed if the recipient has
- 10 demonstrated that there was good cause for failing to comply. The
- 11 family independence agency DEPARTMENT shall determine the
- 12 circumstances that constitute good cause based on factors that are
- 13 beyond the control of a recipient.
- 14 (3) Recipients who are willing to participate in activities
- 15 leading to self-sufficiency but who require child care or
- 16 transportation in order to participate shall not be penalized if
- 17 the <u>family independence agency</u> **DEPARTMENT** determines that child
- 18 care or transportation is not reasonably available or provided to
- 19 them.
- 20 (4) The system of penalties developed under subsection (1)
- 21 shall include both of the following:
- 22 (a) Family independence program benefits shall be terminated
- 23 if a recipient fails, without good cause, to comply with applicable
- 24 child support requirements including efforts to establish paternity
- 25 and obtain child support. The assistance group is ineligible for
- 26 family independence program assistance for not less than 1 calendar
- 27 month. After assistance has been terminated for not less than 1

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- 1 calendar month, assistance may be restored if the noncompliant
- 2 recipient complies with child support requirements including the
- 3 action to establish paternity and obtain child support.
- 4 (b) For any instance of noncompliance, before determining that
- 5 a penalty shall be imposed, the <u>family independence agency</u>
- 6 DEPARTMENT shall determine if good cause for noncompliance exists.
- 7 The <u>family independence agency</u> **DEPARTMENT** shall notify the
- 8 recipient that he or she has 10 days to demonstrate good cause for
- 9 noncompliance. If good cause is not determined to exist,
- 10 assistance shall be terminated. After termination, the assistance
- 11 group is ineligible for family independence program assistance for
- 12 not less than 1 calendar month.
- 13 (5) For the purposes of this section, "noncompliance" means 1
- 14 or more of the following:
- 15 (a) A recipient quits a job.
- 16 (b) A recipient is fired for misconduct or for absenteeism
- 17 without good cause.
- 18 (c) A recipient voluntarily reduces the hours of employment or
- 19 otherwise reduces earnings.
- 20 (d) A recipient does not participate in work first activities.
- 21 (6) If a recipient does not meet the recipient's individual
- 22 social contract requirements, the family independence agency may
- 23 impose a penalty.
- 24 (6) -(7) After termination for noncompliance -, the
- 25 assistance group is ineligible for family independence program
- 26 assistance for not less than 1 calendar month. After assistance has
- 27 been terminated for not less than 1 calendar month OR FAILURE TO

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- 1 MEET AN EXPECTATION IN THE FAMILY INDEPENDENCE PLAN SUBJECT TO THE
- 2 PROVISIONS IN SUBSECTION (1), family independence program
- 3 assistance may be approved if the recipient completes a willingness
- 4 to comply test. For purposes of this section, "willingness to
- 5 comply" means participating in work first or other self-sufficiency
- 6 activities for up to 40 hours within 10 working days. At the time
- 7 any A penalty is imposed under this section, the family
- 8 independence agency DEPARTMENT shall provide the recipient written
- 9 notice of his or her option to immediately reapply for family
- 10 independence program benefits and that he or she may complete a
- 11 "willingness to comply test" during the penalty period.
- 12 (7) (8) The <u>family independence agency</u> **DEPARTMENT** shall
- 13 submit a report -for the period between February 1, 2002 and
- 14 December 31, 2002 ANNUALLY to the legislature, the house and
- 15 senate fiscal agencies, and the appropriate house and senate
- 16 standing committees that handle family and children's issues, that
- 17 contains all of the following information for that time period:
- (a) The number of sanctions imposed and reapplications made.
- 19 (b) The number of family independence program cases reopened.
- (c) The number of referrals to emergency shelters by the
- 21 department.
- (d) The number of sanctions imposed on families with at least
- 23 1 disabled parent.
- 24 (e) The number of sanctions imposed on families with disabled
- 25 children.