

SUBSTITUTE FOR  
SENATE BILL NO. 752

A bill to amend 1939 PA 280, entitled  
"The social welfare act,"  
by amending sections 57, 57a, and 57b (MCL 400.57, 400.57a, and  
400.57b), section 57 as amended by 2014 PA 375, section 57a as  
amended by 2012 PA 607, and section 57b as amended by 2015 PA 56.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1       Sec. 57. (1) As used in this section and sections 57a to  
2       ~~57v~~**57z**:

3       (a) "Adult-supervised household" means either of the  
4       following:

5       (i) The place of residence of a parent, stepparent, or legal  
6       guardian of a minor parent.

7       (ii) A living arrangement not described in subparagraph (i)  
8       that the department approves as a family setting that provides care

1 and control of a minor parent and his or her child and supportive  
2 services including, but not limited to, counseling, guidance, or  
3 supervision.

4 (b) "Caretaker" means an individual who is acting as parent  
5 for a child in the absence or because of the disability of the  
6 child's parent or stepparent and who is the child's legal guardian,  
7 grandparent, great grandparent, great-great grandparent, sibling,  
8 stepsibling, aunt, great aunt, great-great aunt, uncle, great  
9 uncle, great-great uncle, nephew, niece, first cousin, or first  
10 cousin once-removed, a spouse of any person listed above, a parent  
11 of the putative father, or an unrelated individual aged 21 or older  
12 whose appointment as legal guardian of the child is pending.

13 (c) "Child" means an individual who is not emancipated under  
14 1968 PA 293, MCL 722.1 to 722.6, who lives with a parent or  
15 caretaker, and who is either of the following:

16 (i) Under the age of 18.

17 (ii) Age 18 and a full-time high school student.

18 (d) "Family" means 1 or more of the following:

19 (i) A household consisting of a child and either of the  
20 following:

21 (A) A parent or stepparent of the child.

22 (B) A caretaker of the child.

23 (ii) A pregnant woman.

24 (iii) A parent of a child in foster care.

25 (e) "Family independence program assistance" means financial  
26 assistance provided to a family under the family independence  
27 program.

1 (f) "Family independence program assistance group" means all  
2 those members of a program group who receive family independence  
3 program assistance.

4 (g) "Family independence program" means the program of  
5 financial assistance established under section 57a.

6 (h) "Family self-sufficiency plan" means a document described  
7 in section 57e that is executed by a family in return for receiving  
8 family independence program assistance.

9 ~~—— (i) "JET program" means the jobs, education and training~~  
10 ~~program administered by the Michigan economic development~~  
11 ~~corporation or a successor entity for applicants and recipients of~~  
12 ~~family independence program assistance or a successor program. A~~  
13 ~~reference to the JET program means the PATH program.~~

14 (I) ~~(j)~~ "Medical review team" means the team composed of a  
15 disability examiner and a physician as a medical consultant who  
16 certifies disability for the purpose of eligibility for assistance  
17 under this act.

18 (J) ~~(k)~~ "Negative action period" means the time frame a client  
19 is given notice for a benefit decrease or closure of the family  
20 independence program benefit.

21 (K) ~~(l)~~ "Minor parent" means an individual under the age of 18  
22 who is not emancipated under 1968 PA 293, MCL 722.1 to 722.6, and  
23 who is either the biological parent of a child living in the same  
24 household or a pregnant woman.

25 (L) ~~(m)~~ "PATH program" means the PATH: partnership.  
26 accountability. training. hope. work partnership program. A

27 **REFERENCE TO THE JET PROGRAM MEANS THE PATH PROGRAM.**

1       (M) ~~(n)~~—"Payment standard" means the standard upon which  
2 family independence program assistance benefits are based.

3       (N) ~~(e)~~—"Program group" means a family and all those  
4 individuals living with a family whose income and assets are  
5 considered for purposes of determining financial eligibility for  
6 family independence program assistance. **PROGRAM GROUP DOES NOT**  
7 **INCLUDE A NEW SPOUSE BEGINNING 1 MONTH AFTER THE MARRIAGE UNTIL 18**  
8 **MONTHS AFTER THE MARRIAGE.**

9       (O) ~~(p)~~—"Recipient" means an individual receiving family  
10 independence program assistance.

11       (P) ~~(q)~~—"Substance abuse" means that term as defined in  
12 section 100d of the mental health code, 1974 PA 258, MCL 330.1100d.

13       (Q) ~~(r)~~—"Substance abuse treatment" means outpatient or  
14 inpatient services or participation in ~~alcoholics anonymous~~  
15 **ALCOHOLICS ANONYMOUS** or a similar program.

16       (R) ~~(s)~~—"Supplemental security income" means the program of  
17 supplemental security income provided under title XVI.

18       (2) A reference in this act to "aid to dependent children" or  
19 "aid to families with dependent children" means "family  
20 independence program assistance".

21       Sec. 57a. (1) The department shall establish and administer  
22 the family independence program to provide temporary assistance to  
23 families who are making efforts to achieve independence. Family  
24 independence program assistance is not an entitlement.

25       (2) The department shall administer the family independence  
26 program to accomplish all of the following:

27       (a) Provide financial support to eligible families while they

1 pursue self-improvement activities and engage in efforts to become  
2 financially independent.

3 (b) Ensure that recipients who are minor parents live in  
4 adult-supervised households in order to reduce long-term dependency  
5 on financial assistance.

6 (c) Assist families in determining and overcoming the barriers  
7 preventing them from achieving financial independence.

8 (d) Ensure that families pursue other sources of support  
9 available to them.

10 (3) The department shall establish income and asset levels for  
11 eligibility, types of income and assets to be considered in making  
12 eligibility determinations, payment standards, composition of the  
13 program group and the family independence program assistance group,  
14 program budgeting and accounting methods, and client reporting  
15 requirements to meet the following goals:

16 (a) Efficient, fair, cost-effective administration of the  
17 family independence program.

18 (b) Provision of family independence program assistance to  
19 families willing to work toward eventual self-sufficiency.

20 (4) In accordance with 42 USC 608(a)(7)(A) and 45 CFR 260.31,  
21 the department shall not provide family independence program  
22 assistance to any program group that includes an adult who has  
23 received assistance under any state program funded with temporary  
24 assistance for needy families for more than 60 months, whether or  
25 not consecutive, after October 1, 1996. This subsection does not  
26 apply to a program group that includes an adult who is exempt from  
27 participation in the ~~JET-PATH~~ program under section 57f(3) or

1 (4)(b), (e), or (f), if that adult also was exempt from  
2 participation in the JET program under section 57f(3) or (4)(b),  
3 (e), or (f) on ~~the effective date of the 2012 amendatory act that~~  
4 ~~added this subsection.~~ **JANUARY 9, 2013.** No other provision of this  
5 act prohibits the department from terminating family independence  
6 program assistance under this subsection.

7 **(5) THE DEPARTMENT SHALL EXCLUDE A NEW SPOUSE'S INCOME WHEN**  
8 **DETERMINING FINANCIAL ELIGIBILITY FOR FAMILY INDEPENDENCE PROGRAM**  
9 **ASSISTANCE FROM 1 MONTH AFTER THE DATE OF THE MARRIAGE UNTIL 18**  
10 **MONTHS AFTER THAT DATE IF THE HOUSEHOLD INCOME DOES NOT EXCEED 275%**  
11 **OF THE FEDERAL POVERTY GUIDELINES.**

12 Sec. 57b. (1) An individual who meets all of the following  
13 requirements is eligible for family independence program  
14 assistance:

15 (a) Is a member of a family or a family independence program  
16 assistance group.

17 (b) Is a member of a program group whose income and assets are  
18 less than the income and asset limits set by the department. **THE**  
19 **DEPARTMENT SHALL EXCLUDE A NEW SPOUSE'S INCOME WHEN DETERMINING A**  
20 **PROGRAM GROUP'S INCOME AND ASSETS FROM 1 MONTH AFTER THE DATE OF**  
21 **THE MARRIAGE UNTIL 18 MONTHS AFTER THAT DATE IF THE HOUSEHOLD**  
22 **INCOME DOES NOT EXCEED 275% OF THE FEDERAL POVERTY GUIDELINES.**

23 (c) In the case of a minor parent, meets the requirements of  
24 subsection (2).

25 (d) Is a United States citizen, a permanent resident alien, or  
26 a refugee. If the applicant indicates that he or she is not a  
27 United States citizen, the department shall verify the applicant's

1 immigration status using the federal systematic alien verification  
2 for entitlements (SAVE) program.

3 (e) Is a resident of this state as described in section 32.

4 (f) Meets any other eligibility criteria required for the  
5 receipt of federal or state funds or determined by the department  
6 to be necessary for the accomplishment of the goals of the family  
7 independence program.

8 (g) Is a member of a program group that meets the requirements  
9 of subsection (6).

10 (2) A minor parent and the minor parent's child shall not  
11 receive family independence program assistance unless they live in  
12 an adult-supervised household. The family independence program  
13 assistance shall be paid on behalf of the minor parent and child to  
14 an adult in the adult-supervised household. Child care in  
15 conjunction with participation in education, employment readiness,  
16 training, or employment programs, that have been approved by the  
17 department, shall be provided for the minor parent's child. The  
18 minor parent and child shall live with the minor parent's parent,  
19 stepparent, or legal guardian unless the department determines that  
20 there is good cause for not requiring the minor parent and child to  
21 live with a parent, stepparent, or legal guardian. The department  
22 shall determine the circumstances that constitute good cause, based  
23 on a parent's, stepparent's, or guardian's unavailability or  
24 unwillingness or based on a reasonable belief that there is  
25 physical, sexual, or substance abuse, or domestic violence,  
26 occurring in the household, or that there is other risk to the  
27 physical or emotional health or safety of the minor parent or

1 child. If the department determines that there is good cause for  
2 not requiring a minor parent to live with a parent, stepparent, or  
3 legal guardian, the minor parent and child shall live in another  
4 adult-supervised household. A local office director may waive the  
5 requirement set forth in this subsection with respect to a minor  
6 parent who is at least 17 years of age, attending secondary school  
7 full-time, and participating in a department service plan or a teen  
8 parenting program, if moving would require the minor parent to  
9 change schools.

10 (3) If a recipient who is otherwise eligible for family  
11 independence program assistance under this section is currently  
12 applying for supplemental security income and seeking exemption  
13 from the PATH program, the recipient shall be evaluated and  
14 assessed as provided in this section before a family self-  
15 sufficiency plan is developed under section 57e. Based on a report  
16 resulting from the evaluation and assessment, the caseworker shall  
17 make a determination and referral as follows:

18 (a) A determination that the recipient is eligible to  
19 participate in the PATH program and a referral to the PATH program.

20 (b) A determination that the recipient is exempt from PATH  
21 program participation under section 57f and a referral to a  
22 sheltered work environment or subsidized employment.

23 (c) A determination that the recipient is exempt from PATH  
24 program participation under section 57f and a referral for  
25 supplemental security income advocacy.

26 (4) The department may contract with a legal services  
27 organization to assist recipients with the process for applying for



1 supplemental security income. The department may also contract with  
2 a nonprofit rehabilitation organization to perform the evaluation  
3 and assessment described under subsection (3). If the department  
4 contracts with either a nonprofit legal or rehabilitation services  
5 organization, uniform contracts shall be used statewide that  
6 include, but are not limited to, uniform rates and performance  
7 measures.

8 (5) The auditor general shall conduct an annual audit of the  
9 evaluation and assessment process required under this section and  
10 submit a report of his or her findings to the legislature.

11 (6) Except as provided in subsection (7) and beginning after  
12 the date on which the department implements the policy described in  
13 subsection (7), a family independence program assistance group  
14 shall not receive family independence program assistance if a  
15 member of the program group does not meet the attendance  
16 requirements of section 1561 of the revised school code, 1976 PA  
17 451, MCL 380.1561, with respect to a child under the age of 16.  
18 Except as provided in subsection (7) and beginning after the date  
19 on which the department implements the policy described in  
20 subsection (7), if a member of the program group does not meet the  
21 attendance requirements of section 1561 of the revised school code,  
22 1976 PA 451, MCL 380.1561, with respect to a child age 16 and  
23 above, the child shall be removed from the program group. The  
24 department shall implement policies in accordance with this  
25 subsection that are effective and binding on all program groups and  
26 are exempt from the rule promulgation requirements of the  
27 administrative procedures act of 1969, 1969 PA 306, MCL 24.201 to

1 24.328.

2 (7) Not later than ~~1 year after the effective date of the~~  
3 ~~amendatory act that added this subsection,~~ **JUNE 11, 2016**, the  
4 department shall implement a policy that it must follow before  
5 terminating a family independence program assistance group from  
6 receiving family independence program assistance as provided in  
7 subsection (6) or before removing a child from the program group as  
8 provided in subsection (6). The department shall apply the policy  
9 described in this subsection before removing a family independence  
10 program assistance group from receiving family independence program  
11 assistance as described in subsection (6) and before removing a  
12 child from a family independence program assistance group as  
13 described in subsection (6).

14 Enacting section 1. This amendatory act takes effect January  
15 1, 2019.