

AMENDMENTS TO LB656

Introduced by Health and Human Services.

1 1. Strike the original sections and insert the following new
2 sections:

3 **Section 1.** Section 68-1017.02, Revised Statutes Cumulative
4 Supplement, 2024, is amended to read:

5 68-1017.02 (1)(a) The Department of Health and Human Services shall
6 apply for and utilize to the maximum extent possible, within limits
7 established by the Legislature, any and all appropriate options available
8 to the state under the federal Supplemental Nutrition Assistance Program
9 and regulations adopted under such program to maximize the number of
10 Nebraska residents being served under such program within such limits.
11 The department shall seek to maximize federal funding for such program
12 and minimize the utilization of General Funds for such program and shall
13 employ the personnel necessary to determine the options available to the
14 state and issue the report to the Legislature required by subdivision (b)
15 of this subsection.

16 (b) The department shall submit electronically an annual report to
17 the Health and Human Services Committee of the Legislature by December 1
18 on efforts by the department to carry out the provisions of this
19 subsection. Such report shall provide the committee with all necessary
20 and appropriate information to enable the committee to conduct a
21 meaningful evaluation of such efforts. Such information shall include,
22 but not be limited to, a clear description of various options available
23 to the state under the federal Supplemental Nutrition Assistance Program,
24 the department's evaluation of and any action taken by the department
25 with respect to such options, the number of persons being served under
26 such program, and any and all costs and expenditures associated with such
27 program.

1 (c) The Health and Human Services Committee of the Legislature,
2 after receipt and evaluation of the report required in subdivision (b) of
3 this subsection, shall issue recommendations to the department on any
4 further action necessary by the department to meet the requirements of
5 this section.

6 (2)(a) The department shall develop a state outreach plan to promote
7 access by eligible persons to benefits of the Supplemental Nutrition
8 Assistance Program. The plan shall meet the criteria established by the
9 Food and Nutrition Service of the United States Department of Agriculture
10 for approval of state outreach plans. The Department of Health and Human
11 Services may apply for and accept gifts, grants, and donations to develop
12 and implement the state outreach plan.

13 (b) For purposes of developing and implementing the state outreach
14 plan, the department shall partner with one or more counties or nonprofit
15 organizations. If the department enters into a contract with a nonprofit
16 organization relating to the state outreach plan, the contract may
17 specify that the nonprofit organization is responsible for seeking
18 sufficient gifts, grants, or donations necessary for the development and
19 implementation of the state outreach plan and may additionally specify
20 that any costs to the department associated with the award and management
21 of the contract or the implementation or administration of the state
22 outreach plan shall be paid out of private or federal funds received for
23 development and implementation of the state outreach plan.

24 (c) The department shall submit the state outreach plan to the Food
25 and Nutrition Service of the United States Department of Agriculture for
26 approval on or before August 1, 2011, and shall request any federal
27 matching funds that may be available upon approval of the state outreach
28 plan. It is the intent of the Legislature that the State of Nebraska and
29 the Department of Health and Human Services use any additional public or
30 private funds to offset costs associated with increased caseload
31 resulting from the implementation of the state outreach plan.

1 (d) The department shall be exempt from implementing or
2 administering a state outreach plan under this subsection, but not from
3 developing such a plan, if it does not receive private or federal funds
4 sufficient to cover the department's costs associated with the
5 implementation and administration of the plan, including any costs
6 associated with increased caseload resulting from the implementation of
7 the plan.

8 (3)(a) It is the intent of the Legislature that:

9 (i) Hard work be rewarded and no disincentives to work exist for
10 Supplemental Nutrition Assistance Program participants;

11 (ii) Supplemental Nutrition Assistance Program participants be
12 enabled to advance in employment, through greater earnings or new,
13 better-paying employment;

14 (iii) Participants in employment and training pilot programs be able
15 to maintain Supplemental Nutrition Assistance Program benefits while
16 seeking employment with higher wages that allow them to reduce or
17 terminate such program benefits; and

18 (iv) Nebraska better utilize options under the Supplemental
19 Nutrition Assistance Program that other states have implemented to
20 encourage work and employment.

21 (b)(i) The department shall create a TANF-funded program or policy
22 that, in compliance with federal law, establishes categorical eligibility
23 for federal food assistance benefits pursuant to the Supplemental
24 Nutrition Assistance Program to maximize the number of Nebraska residents
25 being served under such program in a manner that does not increase the
26 current gross income eligibility limit except as otherwise provided in
27 subdivision (3)(b)(ii) of this section.

28 (ii) Except as otherwise provided in this subdivision, such TANF-
29 funded program or policy shall increase the gross income eligibility
30 limit to one hundred sixty-five percent of the federal Office of
31 Management and Budget income poverty guidelines as allowed under federal

1 law and under 7 C.F.R. 273.2(j)(2), as such law and regulation existed on
2 April 1, 2021, but shall not increase the net income eligibility limit.
3 Beginning October 1, 2025, the gross income eligibility limit shall
4 return to the amount used prior to the increase required by this
5 subdivision. The department shall evaluate the TANF-funded program or
6 policy created pursuant to this subsection and provide a report
7 electronically to the Health and Human Services Committee of the
8 Legislature and the Legislative Fiscal Analyst on or before December 15
9 of each year regarding the gross income eligibility limit and whether it
10 maximizes the number of Nebraska residents being served under the program
11 or policy. The evaluation shall include an identification and
12 determination of additional administrative costs resulting from the
13 increase to the gross income eligibility limit, a recommendation
14 regarding the gross income eligibility limit, and a determination of the
15 availability of federal funds for the program or policy.

16 (iii) To the extent federal funds are available to the Department of
17 Labor for the SNAP Next Step Program, until September 30, 2023, any
18 recipient of Supplemental Nutrition Assistance Program benefits whose
19 household income is between one hundred thirty-one and one hundred sixty-
20 five percent of the federal Office of Management and Budget income
21 poverty guidelines and who is not exempt from work participation
22 requirements shall be encouraged to participate in the SNAP Next Step
23 Program administered by the Department of Labor if the recipient is
24 eligible to participate in the program and the program's services are
25 available in the county in which such household is located. It is the
26 intent of the Legislature that no General Funds be utilized by the
27 Department of Labor for the processes outlined in this subdivision (iii).
28 For purposes of this section, SNAP Next Step Program means a partnership
29 program between the Department of Health and Human Services and the
30 Department of Labor to assist under-employed and unemployed recipients of
31 Supplemental Nutrition Assistance Program benefits in finding self-

1 sufficient employment.

2 (iv) Such TANF-funded program or policy shall eliminate all asset
3 limits for eligibility for federal food assistance benefits, except that
4 the total of liquid assets which includes cash on hand and funds in
5 personal checking and savings accounts, money market accounts, and share
6 accounts shall not exceed twenty-five thousand dollars pursuant to the
7 Supplemental Nutrition Assistance Program, as allowed under federal law
8 and under 7 C.F.R. 273.2(j)(2).

9 (v) This subsection becomes effective only if the department
10 receives funds pursuant to federal participation that may be used to
11 implement this subsection.

12 (c) For purposes of this subsection:

13 (i) Federal law means the federal Food and Nutrition Act of 2008, 7
14 U.S.C. 2011 et seq., and regulations adopted under the act; and

15 (ii) TANF means the federal Temporary Assistance for Needy Families
16 program established in 42 U.S.C. 601 et seq.

17 (4)(a) Within the limits specified in this subsection, the State of
18 Nebraska opts out of the provision of the federal Personal Responsibility
19 and Work Opportunity Reconciliation Act of 1996, as such act existed on
20 January 1, 2009, that eliminates eligibility for the Supplemental
21 Nutrition Assistance Program for any person convicted of a felony
22 involving the possession, use, or distribution of a controlled substance.

23 (b) A person shall be ineligible for Supplemental Nutrition
24 Assistance Program benefits under this subsection if he or she (i) has
25 had three or more felony convictions for the possession or use of a
26 controlled substance or (ii) has been convicted of a felony involving the
27 sale or distribution of a controlled substance or the intent to sell or
28 distribute a controlled substance. A person with one or two felony
29 convictions for the possession or use of a controlled substance shall
30 only be eligible to receive Supplemental Nutrition Assistance Program
31 benefits under this subsection if he or she is participating in or has

1 completed a state-licensed or nationally accredited substance abuse
2 treatment program since the date of conviction. The determination of such
3 participation or completion shall be made by the treatment provider
4 administering the program.

5 (5)(a) Unless expressly required by federal law, the department
6 shall not seek, apply for, accept, or renew a waiver of any work
7 requirement established by the Supplemental Nutrition Assistance Program
8 under 7 U.S.C. 2015(o), as such section existed on January 1, 2025.

9 (b) The department shall not exercise the state's option to provide
10 an exemption from the work requirement under 7 U.S.C. 2015(o)(6), as such
11 section existed on January 1, 2025.

12 (6) Under the authority given to a state agency to operate the
13 general work requirement pursuant to 7 U.S.C. 2015(d), as such section
14 existed on January 1, 2025, the department shall assign all individuals
15 who are over sixteen years of age and younger than sixty years of age to
16 an employment and training program as defined in 7 U.S.C. 2015(d)(4), as
17 such section existed on January 1, 2025, unless specifically exempted by
18 federal regulations or law.

19 **Sec. 2.** This act becomes operative on January 1, 2026.

20 **Sec. 3.** Original section 68-1017.02, Revised Statutes Cumulative
21 Supplement, 2024, is repealed.