## AMENDMENTS TO LB485

Introduced by DeBoer, 10.

- 1 1. Strike the original sections and all amendments thereto and
- 2 insert the following new sections:
- 3 Section 1. Section 68-1206, Revised Statutes Cumulative Supplement,
- 4 2020, is amended to read:
- 5 68-1206 (1) The Department of Health and Human Services shall
- 6 administer the program of social services in this state. The department
- 7 may contract with other social agencies for the purchase of social
- 8 services at rates not to exceed those prevailing in the state or the cost
- 9 at which the department could provide those services. The statutory
- 10 maximum payments for the separate program of aid to dependent children
- 11 shall apply only to public assistance grants and shall not apply to
- 12 payments for social services.
- 13 (2)(a) As part of the provision of social services authorized by
- 14 section 68-1202, the department shall participate in the federal child
- 15 care assistance program under 42 U.S.C. 9857 et seq. 618, as such
- 16 sections section existed on January 1, 2021 2013, and provide child care
- 17 assistance to families with incomes up to (i) one hundred eighty-five
- 18 twenty-five percent of the federal poverty level prior to October 1,
- 19 2023, or (ii) for FY2013-14 and one hundred thirty percent of the federal
- 20 poverty level on and after October 1, 2023 for FY2014-15 and each fiscal
- 21 year thereafter.
- (b) (2) As part of the provision of social services authorized by
- 23 this section and section 68-1202, the department shall participate in the
- 24 federal Child Care Subsidy program. A child care provider seeking to
- 25 participate in the federal Child Care Subsidy program shall comply with
- 26 the criminal history record information check requirements of the Child
- 27 Care Licensing Act. In determining ongoing eligibility for this program,

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ten percent of a household's gross earned income shall be disregarded 1 2 after twelve continuous months on the program and at each subsequent 3 redetermination. In determining ongoing eligibility, if a family's income exceeds one hundred eighty-five percent of the federal poverty level 4 5 prior to October 1, 2023, or one hundred thirty percent of the federal 6 poverty level on and after October 1, 2023, the family shall receive 7 transitional child care assistance through the remainder of the family's 8 eligibility period or until the family's income exceeds eighty-five 9 percent of the state median income for a family of the same size as reported by the United States Bureau of the Census, whichever occurs 10 11 first. When the family's eligibility period ends, the family shall 12 continue to be eligible for transitional child care assistance if the family's income is below two hundred percent of the federal poverty level 13 14 prior to October 1, 2023, or one hundred eighty-five percent of the 15 federal poverty level on and after October 1, 2023. The family shall receive transitional child care assistance through the remainder of the 16 17 transitional eligibility period or until the family's income exceeds 18 eighty-five percent of the state median income for a family of the same size as reported by the United States Bureau of the Census, whichever 19 occurs first. The amount of such child care assistance shall be based on 20 21 a cost-shared plan between the recipient family and the state and shall 22 be based on a sliding-scale methodology. A recipient family may be 23 required to contribute a percentage of such family's gross income for 24 child care that is no more than the cost-sharing rates in transitional child care assistance program as of January 1, 2015, for 25 26 those no longer eligible for cash assistance as provided in section 27 68-1724. Initial program eligibility standards shall not be impacted by the provisions of this subsection. 28

2023, funds provided to the State of Nebraska pursuant to the Child Care and Development Block Grant Act of 1990, 42 U.S.C. 9857 et seq., as such

(c) For the period beginning July 1, 2021, through September 30,

act and sections existed on March 24, 2021, shall be used to pay the 1

- 2 costs to the state resulting from the income eligibility changes made in
- 3 subdivisions (2)(a) and (b) of this section by this legislative bill. If
- the available amount of such funds is insufficient to pay such costs, 4
- 5 then funds provided to the state for the Temporary Assistance for Needy
- 6 Families program established in 42 U.S.C. 601 et seq. may also be used.
- 7 No General Funds shall be used to pay the costs to the state resulting
- 8 from the income eligibility changes made in subdivisions (2)(a) and (b)
- 9 of this section by this legislative bill for the period beginning July 1,
- 10 2021, through September 30, 2023.
- 11 (d) The Department of Health and Human Services shall collaborate
- 12 with a private nonprofit organization with expertise in early childhood
- care and education for an independent evaluation of the income 13
- 14 eligibility changes made in subdivisions (2)(a) and (b) of this section
- 15 by this legislative bill, if private funding is made available for such
- purpose. The evaluation shall be completed by December 15, 2023, and 16
- 17 shall be submitted electronically to the department and to the Health and
- <u>Human Services Committee of the Legislature.</u> 18
- (3) In determining the rate or rates to be paid by the department 19
- for child care as defined in section 43-2605, the department shall adopt 20
- 21 a fixed-rate schedule for the state or a fixed-rate schedule for an area
- 22 of the state applicable to each child care program category of provider
- 23 as defined in section 71-1910 which may claim reimbursement for services
- 24 provided by the federal Child Care Subsidy program, except that the
- department shall not pay a rate higher than that charged by an individual 25
- 26 provider to that provider's private clients. The schedule may provide
- 27 separate rates for care for infants, for children with special needs,
- including disabilities or technological dependence, or for other 28
- 29 individual categories of children. The schedule may also provide tiered
- 30 rates based upon a quality scale rating of step three or higher under the
- Step Up to Quality Child Care Act. The schedule shall be effective on 31

- October 1 of every year and shall be revised annually by the department. 1
- 2 Sec. 2. Section 68-1724, Revised Statutes Cumulative Supplement,
- 3 2020, is amended to read:
- 68-1724 (1) Cash assistance shall be provided for a period or 4
- 5 periods of time not to exceed a total of sixty months for recipient
- 6 families with children subject to the following:
- 7 (a) If the state fails to meet the specific terms of the self-
- 8 sufficiency contract developed under section 68-1719, the sixty-month
- 9 time limit established in this section shall be extended;
- (b) The sixty-month time period for cash assistance shall begin 10
- within the first month of eligibility; 11
- 12 (c) When no longer eligible to receive cash assistance, assistance
- shall be available to reimburse work-related child care expenses even if 13
- 14 the recipient family has not achieved economic self-sufficiency. The
- 15 amount of such assistance shall be based on a cost-shared plan between
- the recipient family and the state which shall provide assistance up to 16
- 17 two hundred percent of the federal poverty level prior to October 1,
- 2023, or one hundred eighty-five percent of the federal poverty level on 18
- and after October 1, 2023. A recipient family may be required to 19
- 20 contribute up to twenty percent of such family's gross income for child
- 21 care. It is the intent of the Legislature that transitional health care
- 22 coverage be made available on a sliding-scale basis to individuals and
- 23 families with incomes up to one hundred eighty-five percent of the
- 24 federal poverty level if other health care coverage is not available; and
- (d) The self-sufficiency contract shall be revised and cash 25
- 26 assistance extended when there is no job available for adult members of
- 27 the recipient family. It is the intent of the Legislature that available
- job shall mean a job which results in an income of at least equal to the 28
- 29 amount of cash assistance that would have been available if receiving
- 30 assistance minus unearned income available to the recipient family.
- The department shall develop policy guidelines to allow for cash 31

- assistance to persons who have received the maximum cash assistance 1
- 2 provided by this section and who face extreme hardship without additional
- 3 assistance. For purposes of this section, extreme hardship means a
- recipient family does not have adequate cash resources to meet the costs 4
- 5 of the basic needs of food, clothing, and housing without continuing
- 6 assistance or the child or children are at risk of losing care by and
- 7 residence with their parent or parents.
- 8 (2) Cash assistance conditions under the Welfare Reform Act shall be
- 9 as follows:
- (a) Adults in recipient families shall mean individuals at least 10
- 11 nineteen years of age living with and related to a child eighteen years
- of age or younger and shall include parents, siblings, uncles, aunts, 12
- cousins, or grandparents, whether the relationship is biological, 13
- 14 adoptive, or step;
- 15 (b) The payment standard shall be based upon family size;
- (c) The adults in the recipient family shall ensure that the minor 16
- children regularly attend school. Education is a valuable personal 17
- resource. The cash assistance provided to the recipient family may be 18
- reduced when the parent or parents have failed to take reasonable action 19
- 20 to encourage the minor children of the recipient family ages sixteen and
- 21 under to regularly attend school. No reduction of assistance shall be
- 22 such as may result in extreme hardship. It is the intent of the
- 23 Legislature that a process be developed to insure communication between
- 24 the case manager, the parent or parents, and the school to address issues
- relating to school attendance; 25
- 26 (d) Two-parent families which would otherwise be eligible under
- 27 section 43-504 or a federally approved waiver shall receive cash
- assistance under this section; 28
- 29 (e) For minor parents, the assistance payment shall be based on the
- 30 minor parent's income. If the minor parent lives with at least one
- shall be considered in 31 parent, the family's income determining

- eligibility and cash assistance payment levels for the minor parent. If 1
- 2 the minor parent lives independently, support shall be pursued from the
- 3 parents of the minor parent. If the absent parent of the minor's child is
- a minor, support from his or her parents shall be pursued. Support from 4
- 5 parents as allowed under this subdivision shall not be pursued when the
- 6 family income is less than three hundred percent of the federal poverty
- 7 guidelines; and
- 8 (f) For adults who are not biological or adoptive parents or
- 9 stepparents of the child or children in the family, if assistance is
- requested for the entire family, including the adults, a self-sufficiency 10
- 11 contract shall be entered into as provided in section 68-1719. If
- 12 assistance is requested for only the child or children in such a family,
- such children shall be eligible after consideration of the family's 13
- 14 income and if (i) the family cooperates in pursuing child support and
- 15 (ii) the minor children of the family regularly attend school.
- Sec. 3. This act becomes operative on July 1, 2021. 16
- 17 Sec. 4. Original sections 68-1206 and 68-1724, Revised Statutes
- Cumulative Supplement, 2020, are repealed. 18
- Since an emergency exists, this act takes effect when 19 Sec. 5.
- 20 passed and approved according to law.