LC004389

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in order to work at paid employment.

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2014

AN ACT

RELATING TO HUMAN SERVICES -- CHILDCARE ASSISTANCE TRANSITION PROGRAM

Introduced By: Senators Conley, Pichardo, Goldin, Metts, and Cool Rumsey

Date Introduced: March 04, 2014

Referred To: Senate Health & Human Services

It is enacted by the General Assembly as follows:

1 SECTION 1. Chapter 40-5.2 of the General Laws entitled "The Rhode Island Works 2 Program" is hereby amended by adding thereto the following section: 40-5.2-20.1. Pilot childcare assistance transition program established. -- (a) Findings. 3 - Rhode Island provides childcare assistance to working families at or below one hundred eighty 4 5 percent (180%) of the federal poverty level. Under current guidelines, if a member of the family 6 is offered a raise, or is offered the opportunity to work additional hours, and the added income 7 puts the family's income even slightly over the threshold of eligibility; then the family stands to 8 completely lose the child care assistance benefit. This structure potentially creates a financial 9 disincentive to work and earn more. (b) Pilot Program. - To encourage the most efficient use of taxpayer dollars and promote 10 11 economic self-sufficiency among working families receiving state child care, the director of the 12 state department of human services, henceforth referred to as the "director," shall develop a plan 13 for a pilot childcare assistance transition program whereby working families with incomes at or 14 below one hundred eighty percent (180%) receiving childcare assistance under the terms of § 40-15 5.2-20 shall remain eligible for assistance so long as income is at or below two hundred twenty-16 five percent (225%) of the federal poverty level and provided that the family requires child care

(c) Plan Submission. - The director shall submit a plan for the pilot childcare assistance

- 1 transition program to the governor, the speaker of the house, the president of the senate, the
- 2 majority leaders of the house and senate and the chairpersons of the house and senate finance
- 3 committees by January 15, 2015. The plan shall include eligibility criteria for participation in the
- 4 pilot program, the cost estimates to implement the program, the estimated increase in wages
- 5 enabled through participation in the pilot program, and other information deemed necessary by
- 6 <u>the director.</u>
- 7 SECTION 2. This act shall take effect upon passage.

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EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

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RELATING TO HUMAN SERVICES -- CHILDCARE ASSISTANCE TRANSITION PROGRAM

- 1 This act would establish the pilot childcare assistance transition program.
- 2 This act would take effect upon passage.

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