## 112TH CONGRESS 1ST SESSION

## H. R. 628

To amend part A of title IV of the Social Security Act to temporarily reinstate, with certain adjustments, the Emergency Contingency Fund for State Temporary Assistance for Needy Families Programs, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

February 10, 2011

Mr. Cleaver introduced the following bill; which was referred to the Committee on Ways and Means

## A BILL

- To amend part A of title IV of the Social Security Act to temporarily reinstate, with certain adjustments, the Emergency Contingency Fund for State Temporary Assistance for Needy Families Programs, and for other purposes.
  - 1 Be it enacted by the Senate and House of Representa-
  - 2 tives of the United States of America in Congress assembled,

1	SECTION 1. TEMPORARY REINSTATEMENT OF THE EMER-
2	GENCY CONTINGENCY FUND FOR STATE TEM-
3	PORARY ASSISTANCE FOR NEEDY FAMILIES
4	PROGRAMS.
5	(a) In General.—Section 403 of the Social Security
6	Act (42 U.S.C. 603) is amended by adding at the end the
7	following:
8	"(c) Emergency Fund.—
9	"(1) Establishment.—There is established in
10	the Treasury of the United States a fund which
11	shall be known as the 'Emergency Contingency
12	Fund for State Temporary Assistance for Needy
13	Families Programs' (in this subsection referred to as
14	the 'Emergency Fund').
15	"(2) Deposits into fund.—
16	"(A) IN GENERAL.—Out of any money in
17	the Treasury of the United States not otherwise
18	appropriated, there are appropriated for fiscal
19	year 2011, \$20,000,000,000 for payment to the
20	Emergency Fund.
21	"(B) AVAILABILITY AND USE OF FUNDS.—
22	The amounts appropriated to the Emergency
23	Fund under subparagraph (A) shall remain
24	available through fiscal year 2018 and shall be
25	used to make grants to States in each of fiscal

1	years 2011 through 2018 in accordance with
2	the requirements of paragraph (3).
3	"(C) LIMITATION.—In no case may the
4	Secretary make a grant from the Emergency
5	Fund for a fiscal year after fiscal year 2018.
6	"(3) Grants.—
7	"(A) Grant related to caseload in-
8	CREASES.—
9	"(i) In general.—For each calendar
10	quarter in fiscal year 2011 through 2018
11	the Secretary shall make a grant from the
12	Emergency Fund to each State that—
13	"(I) requests a grant under this
14	subparagraph for the quarter; and
15	"(II) meets the requirement of
16	clause (ii) for the quarter.
17	"(ii) Caseload increase require-
18	MENT.—A State meets the requirement of
19	this clause for a quarter in a fiscal year it
20	the average monthly assistance caseload of
21	the State for the quarter exceeds the aver-
22	age monthly assistance caseload of the
23	State for the corresponding quarter in the
24	preceding fiscal year.

1	"(iii) Amount of grant.—Subject to
2	paragraph (5), the amount of the grant to
3	be made to a State under this subpara-
4	graph for a quarter in a fiscal year shall
5	be an amount equal to 80 percent of the
6	amount (if any) by which the total expend-
7	itures of the State for basic assistance (as
8	defined by the Secretary) in the quarter,
9	whether under the State program funded
10	under this part or as qualified State ex-
11	penditures, exceeds the total expenditures
12	of the State for such assistance for the
13	corresponding quarter in the preceding fis-
14	cal year.
15	"(B) Grant related to increased ex-
16	PENDITURES FOR NON-RECURRENT SHORT
17	TERM BENEFITS.—
18	"(i) IN GENERAL.—For each calendar
19	quarter in fiscal year 2011 through 2018,
20	the Secretary shall make a grant from the
21	Emergency Fund to each State that—
22	"(I) requests a grant under this
23	subparagraph for the quarter; and
24	$(\Pi)$ meets the requirement of
25	clause (ii) for the quarter.

1	"(ii) Non-recurrent short term
2	EXPENDITURE REQUIREMENT.—A State
3	meets the requirement of this clause for a
4	quarter in a fiscal year if the total expendi-
5	tures of the State for non-recurrent short
6	term benefits in the quarter, whether
7	under the State program funded under this
8	part or as qualified State expenditures, ex-
9	ceeds the total expenditures of the State
10	for non-recurrent short term benefits in
11	the corresponding quarter in the preceding
12	fiscal year.
13	"(iii) Amount of grant.—Subject to
14	paragraph (5), the amount of the grant to
15	be made to a State under this subpara-
16	graph for a quarter shall be an amount
17	equal to 80 percent of the excess described
18	in clause (ii).
19	"(C) Grant related to increased ex-
20	PENDITURES FOR SUBSIDIZED EMPLOYMENT.—
21	"(i) In general.—For each calendar
22	quarter in fiscal year 2011 through 2018,
23	the Secretary shall make a grant from the
24	Emergency Fund to each State that—

1	"(I) requests a grant under this
2	subparagraph for the quarter; and
3	"(II) meets the requirement of
4	clause (ii) for the quarter.
5	"(ii) Subsidized employment ex-
6	PENDITURE REQUIREMENT.—A State
7	meets the requirement of this clause for a
8	quarter in a fiscal year if the total expendi-
9	tures of the State for subsidized employ-
10	ment in the quarter, whether under the
11	State program funded under this part or
12	as qualified State expenditures, exceeds the
13	total such expenditures of the State in the
14	corresponding quarter in the preceding fis-
15	cal year.
16	"(iii) Amount of grant.—Subject to
17	paragraph (5), the amount of the grant to
18	be made to a State under this subpara-
19	graph for a quarter shall be an amount
20	equal to 80 percent of the excess described
21	in clause (ii).
22	"(4) Authority to make necessary adjust-
23	MENTS TO DATA AND COLLECT NEEDED DATA.—In
24	determining the size of the caseload of a State and
25	the expenditures of a State for basic assistance, non-

recurrent short-term benefits, and subsidized employment, during any period for which the State requests funds under this subsection, the Secretary may make appropriate adjustments to the data, on a State-by-State basis, to ensure that the data are comparable with respect to the groups of families served and the types of aid provided. The Secretary may develop a mechanism for collecting expenditure data, including procedures which allow States to make reasonable estimates, and may set deadlines for making revisions to the data.

- "(5) LIMITATION.—The total amount payable to a single State under subsection (b) and this subsection for fiscal years 2011 through 2018 combined shall not exceed 50 percent of the annual State family assistance grant.
- "(6) Limitations on use of funds.—A State to which an amount is paid under this subsection may use the amount only as authorized by section 404.
- "(7) TIMING OF IMPLEMENTATION.—The Secretary shall implement this subsection as quickly as reasonably possible, pursuant to appropriate guidance to States.

"(8) APPLICATION TO INDIAN TRIBES.—This 1 2 subsection shall apply to an Indian tribe with an ap-3 proved tribal family assistance plan under section 4 412 in the same manner as this subsection applies 5 to a State. 6 "(9) Definitions.—In this subsection: 7 "(A) AVERAGE MONTHLY ASSISTANCE 8 CASELOAD DEFINED.—The term 'average 9 monthly assistance caseload' means, with re-10 spect to a State and a quarter, the number of 11 families receiving assistance during the quarter 12 under the State program funded under this 13 part or as qualified State expenditures, subject 14 to adjustment under paragraph (4). 15 "(B) Qualified state expenditures.— 16 The term 'qualified State expenditures' has the 17 meaning given the term in section 409(a)(7).". 18 (b) DISREGARD FROM LIMITATION ON TOTAL PAY-19 MENTS TO TERRITORIES.—Section 1108(a)(2) of the So-20 cial Security Act (42 U.S.C. 1308(a)(2)) is amended by inserting "403(c)(3)," after "403(a)(5),". 21 22 (c) Elimination of Modification of Caseload 23 REDUCTION CREDIT.— 24 (1) In General.—Section 407(b)(3)(A)(i) of 25 the Social Security Act (42 U.S.C. 607(b)(3)(A)(i))

- is amended by striking "(or if the immediately pre-ceding fiscal year is fiscal year 2008, 2009, or 2010, then, at State option, during the emergency fund base year of the State with respect to the average monthly assistance caseload of the State (within the meaning of section 403(c)(9), except that, if a State elects such option for fiscal year 2008, the emer-gency fund base year of the State with respect to such caseload shall be fiscal year 2007))".
  - (2) Conforming amendments.—Section 2101 of the American Recovery and Reinvestment Act of 2009 (Public Law 111–5; 123 Stat. 446–449) is amended—
    - (A) in subsection (a)(2), by striking ", except that paragraph (9) of such subsection shall remain in effect until October 1, 2011, but only with respect to section 407(b)(3)(A)(i) of such Act"; and
  - (B) in subsection (d), by striking paragraph (2).
- 21 (d) Sunset.—Effective October 1, 2018:
  - (1) EMERGENCY FUND.—Section 403 of the Social Security Act (42 U.S.C. 603) (as added by paragraph (1)) is amended by striking subsection (c) (as added by subsection (a) of this section).

1 (2) DISREGARD FROM LIMITATION ON TOTAL
2 PAYMENTS TO TERRITORIES.—Section 1108(a)(2) of
3 such Act (42 U.S.C. 1308(a)(2)) is amended by
4 striking "403(c)(3)," (as added by subsection (b) of
5 this section).

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