SENATE BILL 360

44TH LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 1999

INTRODUCED BY

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AN ACT

RELATING TO PUBLIC ASSISTANCE; LIMITING ELIGIBILITY FOR THE HOUSING SUBSIDY PROVIDED IN THE NEW MEXICO WORKS ACT.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

Section 1. Section 27-2B-7 NMSA 1978 (being Laws 1998, Chapter 8, Section 7 and Laws 1998, Chapter 9, Section 7) is amended to read:

"27-2B-7. FINANCIAL STANDARD OF NEED. --

A. The secretary shall adopt a financial standard of need based upon the availability of federal and state funds and based upon appropriations by the legislature of the available federal temporary assistance for needy families grant made pursuant to the federal act in the following categori es:

> (1) cash assistance;

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1	(2) child-care services;			
2	(3) other services; and			
3	(4) administrative costs.			
4	The legislature shall determine the actual percentage of each			
5	category to be used annually of the federal temporary			
6	assistance for needy families grant made pursuant to the			
7	federal act.			
8	B. The cash benefit level for a benefit group not			
9	living in government-subsidized housing or receiving			
10	government-subsidized housing payments shall be increased by			
11	one hundred dollars (\$100) per month.			
12	C. The following income sources are exempt from			
13	the gross income test, the net income test and the cash			
14	payment calculation:			
15	(1) medicaid;			
16	(2) food stamps;			
17	(3) government-subsidized foster care and			
18	adoption payments;			
19	(4) supplemental security income;			
20	(5) government-subsidized housing or housing			
21	payments;			
22	(6) federally excluded income;			
23	(7) educational payments made directly to an			
24	educational institution;			
25	(8) government-subsidized child care;			
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- (9) earned and unearned income that belongs to a person eighteen years of age or younger who is not the head of household:
- (10) for the first two years of receiving cash assistance or services, if a participant works over the work requirement rate set by the department pursuant to the New Mexico Works Act, one hundred percent of the income earned by the participant beyond that rate;
- (11) for the first two years of receiving cash assistance or services, for a two-parent benefit group in which one parent works over thirty-five hours per week and the other works over twenty-four hours per week, one hundred percent of income earned by each participant beyond the work requirement rate set by the department;
- (12) unearned income that belongs to the household group but not to the benefit group; and
- $\hspace{1.5cm} \textbf{(13)} \hspace{0.2cm} \textbf{other income sources as determined by} \\$ the department.
- D. Earned income over one hundred thirty percent of the federal poverty guidelines that belongs to the household group but not to the benefit group is countable income. The department shall count the entire household group to determine family size when applying the federal poverty guidelines.
- E. The department shall count the entire household
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group to determine	family size when applying the financial
standard of need.	For a benefit group to be eligible to
parti ci pate:	

- (1) gross countable earned income that belongs to the household group but not to the benefit group must not exceed one hundred eighty-five percent of the financial standard of need; and
- (2) net countable earned income that belongs to the household group must not equal or exceed the financial standard of need after applying the disregards set out in Paragraphs (1) through (5) of Subsection F of this section.
- F. Subject to the availability of state and federal funds, the department shall determine the cash payment of the benefit group by applying the following disregards to the benefit group's earned gross income and then subtracting that amount from the financial standard of need:
- (1) one hundred fifty dollars (\$150) of monthly earned income and one-half of the remainder, or for a two-parent family, two hundred fifty dollars (\$250) of monthly earned income and one-half of the remainder for each parent;
- (2) monthly payments made for child care at a maximum of two hundred dollars (\$200) for a child under two years of age and at a maximum of one hundred seventy-five dollars (\$175) for a child two years of age or older;
 - (3) costs of self-employment income;

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	(4)	busi ness	expenses;	and
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- (5) fifty dollars (\$50.00) of collected child support passed through to the participant by the department's child support enforcement program [and then subtracting that amount from the financial standard of need].
- G. If a benefit group receives a cash benefit of one hundred dollars (\$100) or less, then the benefit group shall not be eligible to receive the housing subsidy provided in Subsection B of this section.
- [G.] <u>H.</u> The department may recover overpayments of cash assistance on a monthly basis not to exceed fifteen percent of the financial standard of need applicable to the benefit group."

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