

General Assembly

January Session, 2025

## Raised Bill No. 7104

LCO No. **5440** 

Referred to Committee on HUMAN SERVICES

Introduced by: (HS)

## AN ACT CONCERNING PROGRAMS TO MITIGATE THE BENEFITS CLIFF.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

Section 1. Subsection (d) of section 17b-112 of the general statutes is
 repealed and the following is substituted in lieu thereof (*Effective July 1*, 2025):

4 (d) (1) Under said program, no family shall be eligible that has total 5 gross earnings exceeding the federal poverty level, however, in the 6 calculation of the benefit amount for eligible families and previously 7 eligible families that become ineligible temporarily because of receipt of 8 workers' compensation benefits by a family member who subsequently 9 returns to work immediately after the period of receipt of such benefits, 10 earned income shall be disregarded up to the federal poverty level. On 11 and after October 1, 2023, the commissioner shall not deny a family 12 assistance under said program on the basis of such family's assets unless 13 such assets exceed six thousand dollars. Except when determining 14 eligibility for a six-month extension of benefits pursuant to subsection 15 (c) of this section, the commissioner shall disregard the first fifty dollars

16 per month of income attributable to current child support that a family 17 receives in determining eligibility and benefit levels for temporary 18 family assistance. Any current child support in excess of fifty dollars per 19 month collected by the department on behalf of an eligible child shall be 20 considered in determining eligibility but shall not be considered when 21 calculating benefits and shall be taken as reimbursement for assistance 22 paid under this section, except that when the current child support 23 collected exceeds the family's monthly award of temporary family 24 assistance benefits plus fifty dollars, the current child support shall be 25 paid to the family and shall be considered when calculating benefits.

26 (2) Notwithstanding the provisions of subdivision (1) of this 27 subsection, on and after January 1, 2024, in the first month in which a 28 family's total gross earnings exceed one hundred per cent of the federal 29 poverty level and for a period not to exceed six consecutive months, the 30 department shall disregard, for purposes of eligibility, a family's total 31 gross earnings in an amount not to exceed two hundred thirty per cent 32 of the federal poverty level. If a family's total gross earnings are an 33 amount between one hundred seventy-one per cent and two hundred 34 thirty per cent of the federal poverty level, the department shall reduce 35 the household's benefit by twenty per cent for the months in which 36 earnings are between one hundred seventy-one per cent and two 37 hundred thirty per cent of the federal poverty level.

38 (3) Notwithstanding the provisions of subdivision (1) of this 39 subsection, the commissioner shall disregard any financial assistance 40 received by a family member to the extent the commissioner determines 41 that such financial assistance was provided to the family member as part 42 of such family member's participation in a pilot program that has 43 developed a plan to study and evaluate the impact and potential 44 benefits of direct cash transfers. Such disregard shall be applied for the 45 length of time the family member participates in such program, not to exceed sixty cumulative months. Any pilot program subject to the 46 47 provisions of this section shall have received approval from the 48 Department of Social Services to conduct such pilot program based on

49 the department's ability to receive required waivers for such income 50 disregards in applicable federal and state benefits programs. The department shall maintain a listing of approved pilot programs for use 51 52 by the public and for use by department staff when determining 53 continuing eligibility of participants in existing benefits programs. The 54 department shall require an approved pilot program to (A) inform potential participants, in writing in advance of participation in the pilot 55 56 program, of the potential impact of their participation on their current 57 and future eligibility for federal and state benefits, and (B) include contact information in such written document to allow such participants 58 59 to obtain additional information or guidance on the impact of pilot 60 program participation on their eligibility for such benefits. 61 (4) Notwithstanding the provisions of subdivision (1) of this 62 subsection, the commissioner shall disregard from an income eligibility 63 determination any stipend received by a family member as part of such 64 family member's participation in a job training program approved by the commissioner, including, but not limited to, payments from 65 programs offered by or through the Office of Workforce Strategy 66 67 established pursuant to section 4-124w, the Bureau of Rehabilitation

Services within the Department of Aging and Disability Services or a
 private not-for-profit organization that is exempt from taxation under
 Section 501(c)(3) of the Internal Revenue Code of 1986, or any
 subsequent corresponding internal revenue code of the United States,
 as amended from time to time. Such disregard shall be applied for the

73 length of time the family member participates in such program, not to
74 exceed thirty-six cumulative months.

Sec. 2. (*Effective from passage*) (a) For purposes of this section, "benefits cliff" means the loss or decrease of public assistance program benefits when a beneficiary's income exceeds eligibility thresholds. The Department of Social Services and the Office of Early Childhood, in consultation with the Departments of Housing and Labor, the Office of Workforce Strategy, established pursuant to section 4-124w of the general statutes, and the two-generational initiative, established 82 pursuant to section 17b-112l of the general statutes, may establish a pilot

- 83 program to implement the recommendations of the report concerning
- 84 benefits cliffs that was produced in accordance with special act 24-8.

85 (b) To the extent permissible under federal law, the Commissioner of 86 Social Services shall disregard any income received from such pilot 87 program in determining income eligibility for certain state and federal 88 assistance programs, including, but not limited to, temporary family 89 assistance. The Department of Social Services and Office of Early 90 Childhood may seek any waiver from federal law deemed necessary to 91 implement said recommendations and may pursue funding for such 92 pilot program from any governmental or nongovernmental source.

This act shall take effect as follows and shall amend the following sections:		
Section 1	July 1, 2025	17b-112(d)
Sec 2	from passage	New section

## Statement of Purpose:

To encourage participation among public assistance beneficiaries in job training and pilot cash assistance programs by mitigating the effects of such programs on eligibility for public assistance.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]