A BILL FOR AN ACT

RELATING TO PUBLIC ASSISTANCE.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. The legislature finds that, as the cost of
- 2 living increases each year, the standard of need in Hawaii,
- 3 which is based on the federal poverty level for the State, is
- 4 not adjusted to reflect this increase and is still based on the
- 5 federal poverty level in 1993.
- 6 The purpose of this Act is to adjust the State's standard
- 7 of need by updating it to reflect the 2006 federal poverty level
- 8 for Hawaii.
- 9 SECTION 2. Section 346-53, Hawaii Revised Statutes, is
- 10 amended by amending subsection (a) to read as follows:
- "(a) This subsection does not apply to general assistance
- 12 to households without minor dependents. The standard of need
- 13 [for families of given sizes] shall equal the poverty level
- 14 established by the federal government in [1993,] 2006, prorated
- 15 over a twelve-month period [-] based on family size.
- 16 The assistance allowance provided shall be based on a
- 17 percentage of the standard of need. For exempt households and
- 18 households in which all caretaker relatives are minors, living



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1	independently with minor dependents and attending school, the	
2	assistance allowance shall be set [at] no higher than sixty-two	
3	and one-half per cent and no lower than forty-four per cent of	
4	the standard of need. For all other households, the assistance	
5	allowance shall be set no higher than sixty-two and one-half per	
6	cent of the standard of need and set no lower than [fifty]	
7	thirty-four per cent of the standard of need. The standard of	
8	need shall be determined by dividing the $[\frac{1993}{2006}]$ federal	
9	poverty l	evel by twelve and rounding down the quotient. The
10	remaining quotient shall be multiplied by the per cent as set by	
11	the director by rules pursuant to chapter 91, and the final	
12	product shall be rounded down to determine the assistance	
13	allowance	; provided that:
14	(1)	The department may increase or reduce the assistance
15		allowance as determined in this subsection for non-
16		exempt households for the purpose of providing work
17		incentives or services under part XI [of this
18		<pre>chapter];</pre>
19	(2)	No reduction shall be allowed that jeopardizes
20		eligibility for or receipt of federal funds;
21	(3)	Reductions in the assistance allowance shall be
22		limited to no more than one per year and

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1	(4) No non-exempt household, which includes an adult who
2	has received sixty cumulative months of temporary
3	assistance to needy families with minor dependents,
4	shall be eligible for an assistance allowance, unless
5	authorized by federal regulations."
6	SECTION 3. The department of human services shall
7	reevaluate the standard of need during the interim period
8	following the 2006 regular session and report its findings and
9	recommendations, along with any proposed legislation, to the
10	legislature no later than twenty days prior to the start of the
11	2007 regular session.
12	SECTION 4. Statutory material to be repealed is bracketed
13	and stricken. New statutory material is underscored.
14	SECTION 5. This Act shall take effect on July 1, 2007;
15	provided that section 3 shall take effect upon its approval.

SB475, SD2, HD1, CD1

Report Title:

Welfare Payments; Standard of Need

Description:

Increases standard of need from the 1993 federal poverty level to the 2006 poverty level. (CD1)