
A BILL FOR AN ACT

RELATING TO TEMPORARY ASSISTANCE FOR NEEDY FAMILIES.

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

1 SECTION 1. The legislature finds that the temporary
2 assistance for needy families program, or TANF, is a federally
3 funded financial assistance program designed to help families in
4 need achieve self-sufficiency. The temporary assistance for
5 other needy families program, or TAONF, is a state funded
6 program that mirrors the rules of TANF and is designed to assist
7 Hawaii families with minor children who are not eligible to
8 receive temporary assistance for needy families program benefits
9 due to their citizenship. Both programs provide for sixty
10 months of assistance, though most families in Hawaii participate
11 in the programs for approximately twenty-four months. The funds
12 appropriated for the temporary assistance for other needy
13 families program make up a significant percentage of Hawaii's
14 maintenance of effort required to receive federal program funds.

15 For both programs, recipients must participate in the
16 first-to-work program as a condition of eligibility. The first-
17 to-work program assists recipient families with obtaining



1 employment through various educational and work-related
2 activities. First-to-work participants may be eligible for
3 supportive services such as job readiness support, education and
4 work-related expenses, and transportation assistance.

5 The legislature finds that under existing administrative
6 rules for the first-to-work program, participants may receive a
7 maximum housing allowance equal to sixty per cent of the
8 household income. However, only a one-time payment in an amount
9 not to exceed two months of rent is currently permitted.

10 The legislature further finds that of the \$98,000,000 block
11 grant that the State receives each year for the temporary
12 assistance for needy families program, approximately \$41,000,000
13 is encumbered. Approximately \$57,000,000 of the remaining
14 balance is placed in a reserve account held for the State by the
15 federal government.

16 The legislature finds that low-income residents
17 participating in the first-to-work program likely need
18 assistance to meet their housing costs. In December 2021, the
19 United States Bureau of Labor Statistics reported that the
20 average housing costs for Honolulu-area households are \$23,572
21 per year and account for 38.7 per cent of the area's household



1 budget, compared to the 33.8 per cent United States average.
2 Additionally, the National Low Income Housing Coalition ranked
3 Hawaii as the state with the highest living wage needed to
4 afford a two bedroom rental home. The Coalition estimates that
5 twenty per cent of Hawaii's low income residents and sixty-nine
6 per cent of severely low income residents pay more than fifty
7 per cent of their household income for rent.

8 The legislature also finds that the 2021 median prices for
9 single-family homes and condominiums in Hawaii are at record
10 highs. Reports from the housing industry predict that rising
11 home values have led property owners to consider selling, which
12 may result in displacing long-term tenants and decrease the
13 number of available rental units. With fewer available rental
14 units, rents will likely increase.

15 The purpose of this Act is to authorize and appropriate
16 funds for the department of human services to provide additional
17 housing assistance subsidies to recipients of temporary
18 assistance for needy families, or temporary assistance for other
19 needy families, who are participants of the first-to-work
20 program.



1 SECTION 2. Section 346-261, Hawaii Revised Statutes, is
2 amended to read as follows:

3 **"§346-261 First-To-Work; establishment; purpose. (a)**

4 There is established a mandatory work program for certain
5 applicants and recipients of temporary assistance for needy
6 families and temporary assistance for other needy families
7 consistent with federal regulations and requirements under title
8 IV-A of the Social Security Act, 42 United States Code section
9 601 et seq. The purposes of the first-to-work program shall be
10 to encourage, assist, and require temporary assistance for needy
11 families and temporary assistance for other needy families
12 applicants and recipients to fulfill their responsibilities to
13 support their children by preparing for, accepting, and
14 retaining employment. The department shall adopt rules
15 consistent with the requirements of title IV-A of the Social
16 Security Act, 42 United States Code section 601 et seq., and in
17 accordance with chapter 91 for the purposes of this part.

18 (b) The department may provide eligible households
19 receiving benefits under the temporary assistance for needy
20 families or temporary assistance for other needy families
21 programs with housing assistance subsidies of up to \$500 per



1 month during their participation in the first-to-work program.
 2 Any plan for expenditure of temporary assistance for needy
 3 families funds developed pursuant to section 346-51.5 shall be
 4 updated to account for expenditures for housing assistance
 5 subsidies. Expenditure of funds for the administration of
 6 housing assistance subsidies shall be exempt from chapters 103D
 7 and 103F."

8 SECTION 3. There is appropriated out of the general
 9 revenues of the State of Hawaii the sum of \$ or so
 10 much thereof as may be necessary for fiscal year 2022-2023 for
 11 housing assistance subsidies for the temporary assistance for
 12 other needy families program.

13 The sum appropriated shall be expended by the department of
 14 human services for the purposes of this Act.

15 SECTION 4. There is appropriated out of the federal funds
 16 received by the State of Hawaii the sum of \$ or so
 17 much thereof as may be necessary for fiscal year 2022-2023 for
 18 housing assistance subsidies and system modifications for
 19 temporary assistance for needy families program participants.

20 The sum appropriated shall be expended by the department of
 21 human services for the purposes of this Act.



1 SECTION 5. New statutory material is underscored.

2 SECTION 6. This Act shall take effect on July 1, 2050.

3



Report Title:

DHS; TANF; TAONF; Housing Assistance; Appropriation

Description:

Authorizes the department of human services to provide housing assistance subsidies of up to \$500 per month to TANF and TAONF program participants who are participating in the first-to-work program. Appropriates funds. Effective 7/1/2050. (HD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.

