### A BILL FOR AN ACT

RELATING TO THE SUPPLEMENTAL NUTRITION ASSISTANCE PROGRAM.

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

- 1 SECTION 1. The legislature finds that many low-income
- 2 households struggle to purchase food due to Hawai'i's high cost
- 3 of living and food prices. The supplemental nutrition
- 4 assistance program (SNAP), formerly known as the food stamp
- 5 program, is crucial to providing necessary food assistance to
- 6 some of Hawai'i's most economically disadvantaged residents.
- 7 The legislature further finds that households with incomes
- 8 above two hundred per cent of the federal poverty level, as
- 9 established by the United States Department of Agriculture; are
- 10 ineligible for SNAP benefits, yet these households are still
- 11 unable to achieve self-sufficiency. As highlighted by the 2023
- 12 ALICE (Asset Limited, Income Constrained, Employed) report, a
- 13 family of four earning an income of \$69,000 per year is
- 14 ineligible for SNAP benefits but needs an income of over
- 15 \$100,000 per year to meet its basic needs, including housing and
- 16 food. If the family earned just \$1,000 less per year, or

- 1 \$68,000, it would be eligible to receive more than \$9,000 in
- 2 SNAP benefits.
- 3 The legislature further finds that the two hundred per cent
- 4 poverty level eligibility cutoff for SNAP assistance creates an
- 5 extreme benefits cliff in which an additional \$1 per month
- 6 earned by a household can result in thousands of dollars' worth
- 7 of lost benefits each year. In addition, the SNAP benefits
- 8 cliff disincentivizes individuals from reaching their greatest
- 9 earning potential. Many families just below the SNAP income
- 10 eligibility threshold decline pay increases because the
- 11 financial benefit of pursuing economic opportunities does not
- 12 exceed the potential cost of losing SNAP food assistance.
- 13 The legislature additionally finds that SNAP is the most
- 14 effective anti-hunger initiative in the country. In Hawaii, the
- 15 program supports over one hundred thirty thousand individuals,
- 16 bringing more than \$630,000,000 into the State's economy each
- 17 year. Raising the SNAP benefits ceiling to three hundred per
- 18 cent of the federal poverty level will help economically
- 19 vulnerable households meet their basic needs without sacrificing
- 20 their financial security. This can be done by appropriating
- 21 state funding to cover the cost of SNAP benefits for families

- 1 who do not qualify for federal assistance, with households who
- 2 currently quality for federal benefits continuing to receive
- 3 federal aid.
- 4 Accordingly, the purpose of this Act is to provide
- 5 supplemental nutrition assistance program benefits for
- 6 individuals and households whose monthly income is equal to or
- 7 less than three hundred per cent of the federal poverty level.
- 8 SECTION 2. Chapter 346, Hawaii Revised Statutes, is
- 9 amended by adding a new section to be appropriately designated
- 10 and to read as follows:
- 11 "§346- Supplemental Nutrition Assistance Program;
- 12 eligibility. (a) Any individual or household whose monthly
- 13 income is equal to or less than three hundred per cent of the
- 14 federal poverty level and who meets all other criteria for the
- 15 supplemental nutrition assistance program established by the
- 16 United States Department of Agriculture shall be eligible for
- 17 supplemental nutrition assistance program benefits.
- (b) Funds appropriated for the purposes of this section
- 19 may be used to subsidize the cost of providing supplemental
- 20 nutrition assistance program benefits for individuals and
- 21 households whose monthly income is equal to or less than three

- 1 hundred per cent of the federal poverty level; provided that
- 2 these funds shall only be used to subsidize benefits for a
- 3 qualifying individual or household whose benefits are not
- 4 subsidized by federal funding.
- 5 (c) All supplemental nutrition assistance shall be
- 6 calculated using the federal supplemental nutrition assistance
- 7 benefit formula established by the United States Department of
- 8 Agriculture."
- 9 SECTION 3. There is appropriated out of the general
- 10 revenues of the State of Hawaii the sum of \$50,000,000 or so
- 11 much thereof as may be necessary for fiscal year 2025-2026 and
- 12 the same sum or so much thereof as may be necessary for fiscal
- 13 year 2026-2027 to provide supplemental nutrition assistance
- 14 program benefits for households whose monthly income is equal to
- 15 or less than three hundred per cent of the federal poverty
- 16 level.
- 17 The sums appropriated shall be expended by the department
- 18 of human services for the purposes of this Act.
- 19 SECTION 4. New statutory material is underscored.

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1 SECTION 5. This Act shall take effect on July 1, 2025.

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INTRODUCED BY:

JAN 17 2025

#### Report Title:

Supplemental Nutrition Assistance Program; Eligibility; Appropriations

#### Description:

Expands eligibility for the Supplemental Nutrition Assistance Program to include any individual or household whose monthly income is equal to or less than three hundred per cent of the federal poverty level. Appropriates funds.

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