LC02068

STATE OF RHODE ISLAND

IN GENERAL ASSEMBLY

JANUARY SESSION, A.D. 2013

AN ACT

RELATING TO HUMAN SERVICES -- CHILDCARE ASSISTANCE TRANSITION PROGRAM

Introduced By: Senators Crowley, Pichardo, Metts, Goldin, and Sosnowski

Date Introduced: March 13, 2013

Referred To: Senate Finance

It is enacted by the General Assembly as follows:

SECTION 1. Chapter 40-5.2 of the General Laws entitled "The Rhode Island Works

2 Program" is hereby amended by adding thereto the following section:

40-5.2-20.1. Pilot childcare assistance transition program established. -- (a) Findings.

4 - Rhode Island provides childcare assistance to working families at or below one hundred eighty

percent (180%) of the federal poverty level. Under current guidelines, if a member of the family

is offered a raise, or is offered the opportunity to work additional hours, and the added income

puts the family's income even slightly over the threshold of eligibility; then the family stands to

completely lose the child care assistance benefit. This structure potentially creates a financial

disincentive to work and earn more.

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10 (b) Pilot Program. - To encourage the most efficient use of taxpayer dollars and promote

11 <u>economic self-sufficiency among working families receiving state child care, the director of the</u>

state department of human services, henceforth referred to as the "director," shall develop a plan

for a pilot childcare assistance transition program whereby working families with incomes at or

14 <u>below one hundred eighty percent (180%) receiving childcare assistance under the terms of</u>

15 section 40-5.2-20 shall remain eligible for assistance so long as income is at or below two

hundred twenty-five percent (225%) of the federal poverty level and provided that the family

requires child care in order to work at paid employment.

(c) Plan Submission. - The director shall submit a plan for the pilot childcare assistance

- 1 transition program to the governor, the speaker of the house, the president of the senate, the
- 2 majority leaders of the house and senate and the chairpersons of the house and senate finance
- 3 committees by January 15, 2014. The plan shall include eligibility criteria for participation in the
- 4 pilot program, the cost estimates to implement the program, the estimated increase in wages
- 5 enabled through participation in the pilot program, and other information deemed necessary by
- 6 <u>the director.</u>
- 7 SECTION 2. This act shall take effect upon passage.

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EXPLANATION

BY THE LEGISLATIVE COUNCIL

OF

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RELATING TO HUMAN SERVICES -- CHILDCARE ASSISTANCE TRANSITION PROGRAM

- 1 This act would establish the pilot childcare assistance transition program.
- This act would take effect upon passage.

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