# <sup>111TH CONGRESS</sup> 2D SESSION **S. 3849**

To extend the Emergency Contingency Fund for State Temporary Assistance for Needy Families Programs, and for other purposes.

### IN THE SENATE OF THE UNITED STATES

#### SEPTEMBER 28, 2010

Mr. KERRY (for himself, Mr. DURBIN, Mr. CASEY, Mr. BROWN of Ohio, Mr. BINGAMAN, Mr. BURRIS, Mr. HARKIN, Mr. LEAHY, Mr. MENENDEZ, Mr. REED, Mr. DODD, Mrs. BOXER, Mr. SCHUMER, and Mr. LAUTENBERG) introduced the following bill; which was read twice and referred to the Committee on Finance

## A BILL

- To extend the Emergency Contingency Fund for State Temporary Assistance for Needy Families Programs, and for other purposes.
  - 1 Be it enacted by the Senate and House of Representa-
  - 2 tives of the United States of America in Congress assembled,

### **3** SECTION 1. SHORT TITLE.

4 This Act may be cited as the "Job Preservation for5 Parents in Poverty Act".

6 SEC. 2. EXTENSION AND MODIFICATION OF THE TANF
7 EMERGENCY FUND.

8 (a) EXTENSION.—

1	(1) IN GENERAL.—Section 403(c) of the Social
2	Security Act (42 U.S.C. 603(c)) is amended—
3	(A) in paragraph $(2)(A)$ , by inserting ",
4	and for the first quarter of fiscal year 2011,
5	\$500,000,000" before "for payment";
6	(B) by striking paragraph (2)(B) and in-
7	serting the following:
8	"(B) AVAILABILITY AND USE OF FUNDS.—
9	"(i) FISCAL YEARS 2009 AND 2010.—
10	The amounts appropriated to the Emer-
11	gency Fund under subparagraph (A) for
12	fiscal year 2009 shall remain available
13	through fiscal year 2010 and shall be used
14	to make grants to States in each of fiscal
15	years 2009 and 2010 in accordance with
16	paragraph (3), except that the amounts
17	shall remain available through fiscal year
18	2011 to make grants and payments to
19	States in accordance with paragraph
20	(3)(C) to cover expenditures to subsidize
21	employment positions held by individuals
22	placed in the positions before fiscal year
23	2011.
24	"(ii) FISCAL YEAR 2011.—Subject to
25	clause (iii), the amounts appropriated to

1	the Emergency Fund under subparagraph
2	(A) for the first quarter of fiscal year 2011
3	shall remain available through fiscal year
4	2012 and shall be used to make grants to
5	States based on expenditures in the first
6	quarter of fiscal year 2011 for benefits and
7	services provided in the first quarter of fis-
8	cal year 2011 in accordance with the re-
9	quirements of paragraph (3).
10	"(iii) Reservation of funds.—Of
11	the amounts appropriated to the Emer-
12	gency Fund under subparagraph (A) for
13	the first quarter of fiscal year 2011,
14	\$500,000 shall be placed in reserve for use
15	in fiscal year 2012, and shall be used to
16	award grants for any expenditures de-
17	scribed in this subsection incurred by
18	States after December 31, 2010.";
19	(C) in paragraph $(2)(C)$ , by striking
20	"2010" and inserting "2012";
21	(D) in paragraph (3)—
22	(i) in clause (i) of each of subpara-
23	graphs (A), (B), and (C)—

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1	(I) by inserting ", and the first
2	calendar quarter of fiscal year 2011,"
3	after "2009 or 2010,";
4	(II) by striking "and" at the end
5	of subclause (I);
6	(III) by striking the period at the
7	end of subclause (II) and inserting ";
8	and"; and
9	(IV) by adding at the end the fol-
10	lowing:
11	"(III) if the quarter is in fiscal
12	year 2011, has provided the Secretary
13	with such information as the Sec-
14	retary may find necessary in order to
15	make the determinations, or take any
16	other action, described in paragraph
17	(5)(C)."; and
18	(ii) in subparagraph (C), by adding at
19	the end the following:
20	"(iv) Limitation on expenditures
21	FOR SUBSIDIZED EMPLOYMENT.—An ex-
22	penditure for subsidized employment shall
23	be taken into account under clause (ii)
24	only if the expenditure is used to subsidize
25	employment for—

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1	"(I) a member of a needy family
2	(without regard to whether the family
3	is receiving assistance under the State
4	program funded under this part); or
5	"(II) an individual who has ex-
6	hausted (or, within 60 days, will ex-
7	haust) all rights to receive unemploy-
8	ment compensation under Federal and
9	State law, and who is a member of a
10	needy family.";
11	(E) by striking paragraph (5) and insert-
12	ing the following:
13	"(5) Limitations on payments; adjustment
14	AUTHORITY.—
15	"(A) FISCAL YEARS 2009 AND 2010.—The
16	total amount payable to a single State under
17	subsection (b) and this subsection for fiscal
18	years 2009 and 2010 combined shall not exceed
19	50 percent of the annual State family assist-
20	ance grant.
21	"(B) FISCAL YEAR 2011.—Subject to sub-
22	paragraph (C), the total amount payable to a
23	single State under subsection (b) and this sub-
24	section for the first quarter of fiscal year 2011

1	shall not exceed 5 percent of the annual State
2	family assistance grant.
3	"(C) Adjustment Authority.—If the
4	Secretary determines that the Emergency Fund
5	is at risk of being depleted before December 31,
6	2010, or that funds are available to accommo-
7	date additional State requests under this sub-
8	section, the Secretary may, through program
9	instructions issued without regard to the re-
10	quirements of section 553 of title 5, United
11	States Code—
12	"(i) specify priority criteria for award-
13	ing grants to States during the first quar-
14	ter of fiscal year 2011; and
15	"(ii) adjust the percentage limitation
16	applicable under subparagraph (B) with
17	respect to the total amount payable to a
18	single State for the first quarter of fiscal
19	year 2011."; and
20	(F) in paragraph (6), by inserting "or for
21	expenditures described in paragraph $(3)(C)(iv)$ "
22	before the period.
23	(2) Conforming Amendments.—Section 2101
24	of division B of the American Recovery and Rein-

1	vestment Act of 2009 (Public Law 111–5) is amend-
2	ed—
3	(A) in subsection $(a)(2)$ —
4	(i) by striking "October 1, 2010" and
5	inserting "January 1, 2011"; and
6	(ii) by striking all that follows "re-
7	pealed" and inserting a period; and
8	(B) in subsection $(d)(1)$ , by striking "Octo-
9	ber 1, 2010" and inserting "January 1, 2011".
10	(b) Modification of Grant Requirements.—
11	(1) IN GENERAL.—Effective October 1, 2010,
12	section 403(c) of the Social Security Act (42 U.S.C.
13	603(c)), as amended by subsection (a), is amend-
14	ed—
15	(A) in paragraph $(3)(A)$ —
16	(i) by striking "RELATED TO CASE-
17	LOAD INCREASES" in the heading and in-
18	serting "RELATED TO INCREASED EXPEND-
19	ITURES'';
20	(ii) by striking clause (ii) and redesig-
21	nating clause (iii) as clause (ii); and
22	(iii) by striking "each State that" and
23	all that follows in clause (i) and inserting
24	"each State that requests a grant under

1	this subparagraph for the quarter, to the
2	extent provided in clause (ii)";
3	(B) in paragraph (4), by striking "the
4	caseload of a State and"; and
5	(C) in paragraph (9)—
6	(i) by striking subparagraph (A) and
7	redesignating subparagraphs (B) and (C)
8	as subparagraphs (A) and (B), respec-
9	tively; and
10	(ii) by striking "The average monthly
11	assistance caseload of the State." in clause
12	(ii)(I) and inserting "The average quar-
13	terly total expenditures of the State for
14	basic assistance (as defined by the Sec-
15	retary under paragraph (3)(A)(ii)).".
16	(2) Conforming Amendments.—Effective Oc-
17	to ber 1, 2010, section $407(b)(3)$ of the Social Secu-
18	rity Act (42 U.S.C. 607(b)(3)) is amended—
19	(A) by striking "(within the meaning of
20	section $403(c)(9)$ )" in subparagraph (A)(i); and
21	(B) by adding at the end the following new
22	subparagraph:
23	"(C) AVERAGE MONTHLY ASSISTANCE
24	CASELOAD.—For purposes of this paragraph,
25	the term 'average monthly assistance caseload'

means, with respect to a State and a quarter,
the number of families receiving assistance during the quarter under the State program funded under this part or as qualified State expenditures, subject to adjustment by the Secretary as
permitted by section 403(c)(4).".

7 (c) PROGRAM GUIDANCE.—The Secretary of Health 8 and Human Services shall issue program guidance, with-9 out regard to the requirements of section 553 of title 5, 10 United States Code, which ensures that the funds provided under the amendments made by this section to a jurisdic-11 12 tion for subsidized employment do not support any sub-13 sidized employment position the annual salary of which is greater than, at State option— 14

(1) 200 percent of the poverty line (within the
meaning of section 673(2) of the Omnibus Budget
Reconciliation Act of 1981, including any revision
required by such section 673(2)) for a family of 4;
or

20 (2) the median wage in the jurisdiction.

### 21 SEC. 3. FUNDING LEVEL OF TANF CONTINGENCY FUND.

Notwithstanding any other provision of law, the total
amount appropriated for the Contingency Fund for State
Welfare Programs established under section 403(b) of the
Social Security Act (42 U.S.C. 603(b)) shall be—

(1) for fiscal year 2012, \$112,000,000; and

(2) for fiscal year 2013, \$612,000,000.

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