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Laura Kelly, Governor

March 1, 2021

The Honorable Richard Hilderbrand, Chairperson Senate Committee on Public Health and Welfare Statehouse, Room 445A-S Topeka, Kansas 66612

Dear Senator Hilderbrand:

SUBJECT: Fiscal Note for SB 239 by Senate Committee on Public Health and Welfare

In accordance with KSA 75-3715a, the following fiscal note concerning SB 239 is respectfully submitted to your committee.

SB 239 would amend language related to requesting or implementing a waiver or program related to eligibility for food assistance. The current language prohibits the Secretary of the Department for Children and Families (DCF) from requesting any waiver or change to eligibility for able-bodied adults aged 18 to 49 without a dependent in the home. The bill would permit the Secretary to request a waiver if it can be established there are insufficient jobs to employ these individuals using criteria which is not less restrictive than federal laws and requirements. These waivers or programs would be time limited.

Currently, federal law limits the time able-bodied adults without dependents, who are not meeting work requirements, are permitted to draw food assistance benefits to three months in a 36-month period. To continue to receive benefits, participants must be part of a federally approved work program or equivalent for at least 20 hours per week.

To request a waiver under federal requirements, the Kansas unemployment rate would have to be at or above 10.0 percent for 12 months or 20.0 percent higher than the national unemployment average for 24 months. Federal rules require states to request waivers specific to the various labor markets within the state and not the state as a whole. SB 239 would permit the Secretary to request waivers or establish time limited programs when federal criteria are met.

DCF indicates that if a waiver were requested and approved, the food assistance benefits paid to these individuals would be 100.0 federally funded and would be passed through the agency directly to the beneficiary. The only possible fiscal effect would be to staffing needs, but DCF indicates that any additional cases created because of an approved waiver would be absorbed within current staffing. Any fiscal effect associated with SB 239 is not reflected in *The FY 2022 Governor's Budget Report*.

Sincerely,

Adam Proffitt

Director of the Budget

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cc: Kim Holter, Children & Families