REFERENCE TITLE: SNAP; eligible benefits.

State of Arizona House of Representatives Fifty-fifth Legislature Second Regular Session 2022

HB 2797

Introduced by

Representatives Powers Hannley: Andrade, Butler, Cano, DeGrazia, Epstein, Fernandez B, Hernandez M, Liguori, Mathis, Pawlik, Quiñonez, Schwiebert, Solorio, Senator Gonzales

AN ACT

AMENDING SECTIONS 46-101 AND 46-207.01, ARIZONA REVISED STATUTES; AMENDING TITLE 46, CHAPTER 2, ARTICLE 1, ARIZONA REVISED STATUTES, BY ADDING SECTION 46-217; AMENDING SECTIONS 46-219, 46-292, 46-294 AND 46-300, ARIZONA REVISED STATUTES; AMENDING TILE 46, CHAPTER 2, ARTICLE 5, ARIZONA REVISED STATUTES, BY ADDING SECTION 46-300.08; AMENDING SECTION 46-407, ARIZONA REVISED STATUTES; RELATING TO TEMPORARY ASSISTANCE FOR NEEDY FAMILIES.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona: 2 Section 1. Section 46-101, Arizona Revised Statutes, is amended to 3 read: 4 46-101. Definitions 5 In this title, unless the context otherwise requires: 6 1. "Aid to families with dependent children" means assistance 7 granted under section 403 of title IV of the social security act as it 8 existed before August 22, 1996. 9 2. "Applicant" means a person who has applied for assistance or 10 services under this title, or a person who has applied for assistance or services under this title and who has custody of a dependent child. 11 12 3. "Assistance" means payments in cash or kind to or on behalf of a 13 person or persons in need as provided for in this title. 14 4. "Assistance unit" means those members of a needy family, as 15 prescribed by the department in rule, or a child only case, that meets the nonfinancial eligibility criteria for cash assistance and whose needs and 16 17 other circumstances are considered as a whole to determine a cash 18 assistance benefit amount. 19 5. "Cash assistance" means temporary assistance for needy families 20 paid to a recipient for the purpose of meeting basic living expenses as 21 defined by the department. 22 6. "Child care personnel" means any person who supervises children 23 in a day care home or center that receives child care food program monies 24 under this article. 25 7. "Child only case" means EITHER: (a) A case in which the eligible dependent child is in the legal 26 27 custody of the department of child safety, a tribal court or a tribal child welfare agency located in this state and placed OR IS LIVING in 28 29 foster care with an unrelated adult or with a nonparent relative who is 30 not receiving cash assistance. (b) A CASE IN WHICH A CASH ASSISTANCE ELIGIBLE CHILD RESIDES WITH 31 32 CASH ASSISTANCE INELIGIBLE PARENTS ONLY FOR THE PURPOSES OF WORK 33 PARTICIPATION RATES. 8. "Dependent child" means a needy child who has been deprived of 34 35 parental support or care by reason of the death, unemployment of the 36 supporting parent as defined and prescribed by the rules of the 37 department, continued absence from the home, or physical or mental 38 incapacity of a parent, and whose relatives who are responsible under the 39 law for the child's support are not able to provide adequate care and support of the child without public assistance, and who is living with his 40 father, mother, grandfather, grandmother, brother, sister, stepfather, 41 42 stepmother, stepbrother, stepsister, uncle, aunt, niece, nephew or cousin 43 in a place of residence maintained by one or more of such relatives as his 44 or their own home or who is in the legal custody of the department of 45 child safety and placed in a foster home or with an unrelated adult as a 46 recipient of temporary assistance for needy families. Such dependent

1 child must be under eighteen years of age or, if eighteen, must be a 2 full-time student in a high school, or in the equivalent level of 3 vocational or technical training, and shall be reasonably expected to 4 complete the program before reaching age nineteen.

5 9. "Director" means the director of the department of economic 6 security.

7 10. "Domestic violence" means battered or subject to extreme 8 cruelty as defined in section 408(a)(7)(C)(iii) of the social security 9 act.

10 11. "Employment plan" means an agreement between the department and 11 the cash assistance recipient regarding the participant's work activities 12 and services provided by the department.

12. "Federal poverty level" means the poverty guidelines that are 14 issued by the United States department of health and human services 15 pursuant to section 673(2) of the omnibus budget reconciliation act of 16 1981 and that are reported annually in the federal register.

17 13. "Head of household" means a dependent child's parent or the 18 spouse of the parent, or the dependent child's nonparent relative or 19 spouse of the nonparent relative, who receives cash assistance for himself 20 and on behalf of the dependent child or only on behalf of the dependent 21 child.

22 14. "Homestead property" means a home owned and occupied by the 23 applicant or recipient, or his spouse.

15. "Jobs program" means services established by the department to ensure that participants comply with work requirements as prescribed in Public Law 104-193.

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16. "Needy family":

(a) Means a family that resides in the same home and includes a dependent child, one or more of the dependent child's parents and nonparent relatives of the dependent child and their spouses who meet financial cash assistance eligibility criteria established by this title and by department rule.

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(b) Does not include a child only case.

34 17. "Nonparent relative" means a dependent child's grandfather, 35 grandmother, brother, sister, stepfather, stepmother, stepbrother, 36 stepsister, uncle, aunt, niece, nephew or cousin and includes a permanent 37 guardian who is appointed pursuant to section 8-872.

38 18. "Participant" means a recipient of cash assistance engaged in 39 work activities through the JOBS program.

19. "Personal responsibility declaration" means a document that is
prescribed by the department and in which the applicant acknowledges
understanding of the applicant's personal responsibility.

43 20. "Recipient" means a person who receives assistance or services44 under the provisions of this title.

21. "Services" includes social casework, rehabilitation counseling 1 2 and similar services rendered to a person or persons in need as provided 3 for in this title. 22. "Sponsor" means any political subdivision of this state, any 4 5 federally recognized Indian tribe, any military base or any other person, 6 partnership, corporation or association contracting with this state to 7 provide assistance in the distribution of child care food program monies 8 pursuant to this article. 9 23. "State department" or "department" means the department of 10 economic security. 11 24. "Temporarily deferred" means the postponement of work 12 activities. 13 "Temporary assistance for needy families" means assistance 25. 14 granted under section 403 of title IV of the social security act as it 15 exists after August 21, 1996. 26. "Vendor payment" means any payment to a person other than the 16 17 recipient on his behalf. 18 "Work activities" means the following activities that are 27. 19 countable toward the federal work participation rate as prescribed in Public Law 104-193, section 407 (1996): 20 21 (a) Unsubsidized employment. 22 (b) Subsidized private or public employment. 23 (c) Work experience. 24 (d) On-the-job training. 25 (e) Job search and job readiness assistance. (f) Community service programs. 26 27 (g) Vocational educational training. 28 (h) Job skills training directly related to employment. (i) Education directly related to employment in the case of a 29 30 recipient who has not received a high school diploma or a certificate of high school equivalency. 31 32 (j) Satisfactory attendance at secondary school or in a course of study leading to a certificate of general equivalency, in the case of a 33 34 recipient who has not completed secondary school or received such a 35 certificate. 36 Sec. 2. Section 46-207.01, Arizona Revised Statutes, is amended to 37 read: 38 46-207.01. Temporary assistance for needy families; amount of 39 cash assistance Cash assistance paid to any recipient pursuant to section 46-292, 40 which when added to nonexempt income from all other sources, shall not be 41 42 less than thirty-six per cent FORTY PERCENT of the 1992 federal poverty level OF THE PRIOR CALENDAR YEAR adjusted for family size and factors 43 44 provided in section 46-207, subsections B and D.

Sec. 3. Title 46, chapter 2, article 1, Arizona Revised Statutes, 1 2 is amended by adding section 46-217, to read: 3 46-217. <u>Temporary assistance for needy families program</u>; 4 eligibility after conviction NOTWITHSTANDING SECTION 13-3418, A PERSON WHO IS CONVICTED OF A 5 6 FELONY OFFENSE INVOLVING DISTRIBUTION, USE OR POSSESSION OF A CONTROLLED SUBSTANCE AS DEFINED IN 21 UNITED STATES CODE SECTION 802(6) MAY BE 7 8 ELIGIBLE FOR THE TEMPORARY ASSISTANCE FOR NEEDY FAMILIES PROGRAM. 9 Sec. 4. Section 46-219, Arizona Revised Statutes, is amended to 10 read: 11 46-219. <u>Supplemental nutrition assistance program:</u> 12 eligibility after conviction A. Notwithstanding section 13-3418 and if the person agrees to 13 14 random drug testing, a person who is convicted after August 22, 1996 of a 15 felony offense that has as an element of the offense the INVOLVING DISTRIBUTION, use or possession of a controlled substance as defined in 21 16 17 United States Code section 802(6) may be eligible for the supplemental 18 nutrition assistance program. if the person meets at least one of the 19 following criterion: 20 1. Successfully completes a substance abuse treatment program. 21 2. Is currently accepted for treatment in a substance abuse 22 treatment program but is subject to a waiting list to receive available treatment, and the person remains enrolled in the treatment program and 23 24 enters the treatment program at the first available opportunity. 25 3. Is currently accepted for treatment in and is participating in a 26 substance abuse treatment program. 27 4. Is determined by a licensed medical provider to not need 28 substance abuse treatment. 29 5. If applicable, is in compliance with all terms of probation. 30 B. The department shall adopt rules related to drug testing pursuant to this section that include more frequent drug testing for 31 32 offenses that occurred within twenty-four months of the date of 33 application. 34 Sec. 5. Section 46-292, Arizona Revised Statutes, is amended to 35 read: 36 46-292. Eligibility for assistance 37 A. A family without a dependent child in the household may not receive cash assistance EXCEPT THAT A WOMAN WHO IS PREGNANT MAY RECEIVE 38 39 CASH ASSISTANCE. 40 B. Cash assistance may be given under this title to any dependent 41 child and member of a needy family: 42 1. Who has established residence in Arizona at the time of 43 application and who is either: 44 (a) A citizen by birth or naturalization. 45 (b) A qualified alien who entered the United States on or before 46 August 21, 1996.

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1 (c) A qualified alien who entered the United States as a member of 2 one of the exception groups under Public Law 104–193, section 412, in 3 which case the person shall be determined eligible in accordance with 4 Public Law 104–193.

5 (d) Defined as a qualified alien by the attorney general of the 6 United States under the authority of Public Law 104-208, section 501. 7 For the purposes of subdivisions (b) and (c) of this paragraph, "qualified 8 alien" means a person who is defined as a qualified alien under Public Law 9 104-193, section 431.

10 2. If the parent or parents of the dependent child or the nonparent relative head of household receiving assistance, if employable, does not 11 12 refuse to accept available employment. The department shall assess the 13 employability at the time of initial applicant's application for 14 self-sufficiency assistance to establish а diversion option, if 15 appropriate, before benefit issuance. The determination of employability 16 and the conditions under which employment shall be required shall be 17 determined by the state department, except that claimed unemployability 18 because of physical or mental incapacity shall be determined by the state 19 department in accordance with this title.

20 3. If the parent or parents of the dependent child or the nonparent 21 head of household in a needy family has not, within one year before 22 application, or while a recipient, transferred or assigned real or 23 personal property with the intent to evade federal or state eligibility requirements. Transfer of property with retention of a life estate for 24 25 the purpose of qualifying for assistance is prohibited. Where fair consideration for the property was received, no inquiry into motive is 26 27 necessary. A person found ineligible under this section shall be 28 ineligible for such time as the state department determines.

4. Who meets the requirements of this section and department ruleto qualify as part of the assistance unit.

C. Qualified aliens entering the United States after August 21, 1996 are ineligible for benefits for a period of five years beginning on their date of entry, except for Cuban and Haitian entrants as defined in section 501(e)(2) of the refugee education assistance act of 1980 and exceptions provided under Public Law 104-193 (personal responsibility and work opportunity reconciliation act of 1996) and Public Law 105-32 (balanced budget act of 1997).

D. A parent or any other relative who applies for or who receives cash assistance under this title on behalf of a child shall cooperate with the department by taking the following actions:

1. Providing information regarding the identity of the child's father and mother and other pertinent information including their names, social security numbers and current addresses or a sworn statement that attests to the lack of this information and that is accompanied by facts supporting the asserted lack of information.

2. Appearing at interviews, hearings and legal proceedings.

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3. Submitting and having the child submit to genetic testing.

2 4. Signing authorizations for third parties to release information 3 concerning the applicant or the child, or both.

5. In cases in which parentage has not been established, providing 4 5 a sworn statement alleging paternity and setting forth facts establishing 6 a reasonable possibility of the requisite sexual contact between the 7 parties.

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6. Supplying additional information the department requires.

9 The department shall sanction a recipient who, without good Ε. cause as prescribed in subsection F of this section, fails to cooperate 10 with child support enforcement efforts according to the 11 sanction 12 provisions of section 46-300.

13 F. One or more of the following circumstances constitute good cause 14 for failure to cooperate with child support enforcement efforts:

15 Cooperation may result in physical or emotional harm to the 1. 16 parent, child for whom support is sought or caretaker relative with whom 17 the child is living.

18 2. Legal proceedings for adoption of the child for whom support is 19 sought are pending before a court.

20 3. The participant has been working, for less than ninety days, 21 with a public or licensed private social agency on the issue of whether to 22 allow the child for whom support is sought to be adopted.

23 4. The child for whom support is sought was conceived as a result of sexual assault pursuant to section 13-1406 or incest. 24

25 G. A person claiming good cause has twenty days from the date the 26 good cause claim is provided to the agency to supply evidence supporting 27 the claim. When determining whether the parent or relative is cooperating 28 with the agency as provided in subsection D of this section, the agency 29 shall require:

30 1. If the good cause exception in subsection F, paragraph 1 of this is 31 section claimed. law enforcement, court, medical, criminal. 32 psychological, social service or governmental records or sworn statements 33 from persons with personal knowledge of the circumstances that indicate 34 that the alleged parent or obligor might inflict physical harm on the 35 parent, child or caretaker relative.

36 2. If the good cause exception in subsection F, paragraph 2 of this 37 section is claimed, court documents that indicate that legal proceedings 38 for adoption are pending before a court of competent jurisdiction.

3. If the good cause exception in subsection F, paragraph 3 of this 39 40 section is claimed, records from a public or licensed private social 41 services agency showing that placing the child for whom support is sought 42 is under consideration.

43 If the good cause exception in subsection F, paragraph 4 of this 4. 44 claimed, law enforcement, court, medical, section is criminal. 45 psychological, social service or governmental records or sworn statements 46 from persons with personal knowledge of the circumstances surrounding the

1 conception of the child that indicate the child was conceived as a result 2 of sexual assault pursuant to section 13-1406 or incest.

H. Notwithstanding subsection B of this section and except as
provided in subsection I of this section, a dependent child or children
who are born during one of the following time periods are not eligible for
assistance under this title:

7 1. The period in which the parent or other relative is receiving
 8 assistance benefits.

9 2. The temporary period in which the parent or other relative is 10 ineligible pursuant to a penalty imposed by the department for failure to 11 comply with benefit eligibility requirements, after which the parent or 12 other relative is eligible for a continuation of benefits.

13 3. Any period after November 1, 1995 that is less than sixty months 14 between a voluntary withdrawal from program benefits or a period of 15 ineligibility for program benefits which immediately followed a period 16 during which program benefits were received and a subsequent reapplication 17 and eligibility approval for benefits.

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I. The following exceptions apply to subsection H of this section:

19 1. The department shall allow an increase in cash assistance under 20 the program for a dependent child or children born as a result of an act of sexual assault pursuant to section 13-1406 or incest. The department 21 22 shall ensure that the proper law enforcement authorities are notified of 23 allegations of sexual assault or incest made pursuant to this paragraph. 24 For the purposes of this paragraph, "an act of sexual assault" includes 25 sexual assault of a spouse if the offense was committed before August 12, 26 $\frac{2005}{2005}$

27 2. For those parents or other relatives who are currently authorized for cash assistance the department shall allow an increase in cash assistance under the program as a result of the birth of a child or children to the parent or other relative only if the birth occurred within ten months of the initial eligible month. The department may use only the additional child or children who are born from the pregnancies covered in this subsection in computing the additional benefit.

34 3. The department shall allow an increase in cash assistance for 35 any dependent child born to a parent who has not received cash assistance 36 under this title for at least twelve consecutive months if the child is 37 born within the period beginning ten months after the twelve consecutive 38 month period and ending ten months after the parent resumes receiving cash 39 assistance.

40 4. A dependent child or children who were born during a period in
41 which the custodial parent received cash assistance through the Arizona
42 works program shall be eligible to receive assistance under this title.

43 5. A dependent child or children who were born within ten months
 44 after the custodial parent received cash assistance through the Arizona
 45 works program shall be eligible to receive assistance under this title.

1 6. The department of economic security shall allow cash assistance 2 for an otherwise eligible dependent child during the period in which the 3 dependent child is in the legal custody of the department of child safety, 4 a tribal court or a tribal child welfare agency located in this state and 5 is placed in unlicensed kinship foster care with a nonparent relative or 6 unrelated adult.

7 7. The department shall allow cash assistance for an otherwise
 8 eligible child who meets one of the following:

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(a) The court has placed the child with a nonparent relative.

10 (b) The child's parents are deceased and the child is living with a 11 nonparent relative.

12 (c) A nonparent relative has custody of the child because the child 13 is abandoned as defined in section 8-201.

14 J. The department shall calculate the sixty-month time period 15 referenced in subsection H, paragraph 3 of this section in the following 16 manner:

17 1. For persons who are receiving cash assistance on November 1, 18 1995, the sixty-month time period begins on November 1, 1995. A 19 subsequent sixty-month time period begins immediately after the previous 20 period ends if the person is receiving cash assistance through two 21 sixty-month periods. If the individual is not receiving cash assistance 22 at the end of the previous sixty-month period, any subsequent sixty-month 23 time period begins on the date when cash assistance became effective 24 again, regardless of when the person received an actual payment.

25 2. For persons who begin receiving cash assistance after November 26 1, 1995, the sixty-month time period begins on the date cash assistance 27 becomes effective, regardless of when the person received an actual 28 payment. A subsequent sixty-month period begins as provided in paragraph 29 1 of this subsection.

30 K. In calculating a parent's or any other relative's benefit 31 increase that arises from any general increase that has been approved for 32 all program recipients, the department shall not consider a child or 33 children born under the time periods listed in subsection H of this 34 section.

L. For the parents or other relatives who have additional children for whom they receive no cash assistance payment under subsection H of this section, the department shall make any necessary program amendments or request any necessary federal waivers to allow the parents or other relatives to earn income in an amount equal to the disallowed cash assistance payment without affecting their eligibility for assistance.

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M. H. The director shall adopt rules:

42 1. To implement this section, including rules to define the 43 investigatory steps that must be taken to confirm that an act of sexual 44 assault pursuant to section 13-1406 or incest led to the birth of a 45 dependent child or children. 2. That require the department to inform both verbally and in writing the parents and other relatives who are receiving assistance under this article of the specific family planning services that are available to them while they are enrolled as eligible persons in the Arizona health care cost containment system.

N. I. This section does not prevent an otherwise eligible child who is not included in the family's calculation of benefits under this article from being eligible for coverage under title 36, chapter 29 or for any services that are directly linked to eligibility for the temporary assistance for needy families program.

11 O. J. Assistance shall not be denied or terminated under this 12 article because the principal wage earner works one hundred or more hours 13 per month.

14 P. K. Except as provided in paragraph 2 of this subsection, all 15 members of a needy family, including stepparents, must meet the same 16 financial eligibility criteria established in this title, by department 17 rule and as follows:

18 1. The department shall include all income from every source 19 available to a needy family requesting cash assistance, except income that is required to be disregarded by this subsection and as determined by the 20 21 department in rules. For the amount of income that is received from 22 employment, each month every employed person is entitled to receive an 23 earned income disregard of ninety dollars plus an additional thirty 24 percent of the remaining earned income. A needy family that includes an 25 employed person is entitled to an earned income disregard equal to the actual amount billed to the household for the care of an adult or child 26 27 dependent household member, up to two hundred dollars a month for a child under two years of age and up to one hundred seventy-five dollars a month 28 29 for each other dependent. This dependent care disregard is allowed only 30 if the expense is necessary to allow the household member to become or 31 remain employed or to attend postsecondary training or education that is 32 preparatory to employment.

2. The total gross countable income of a needy family that includes a nonparent relative head of household who is not applying for or receiving cash assistance and who is requesting cash assistance only for a dependent child shall not exceed one hundred thirty percent of the federal poverty guidelines.

38 Q. L. If the total gross countable income in subsection P K, 39 paragraph 2 of this section does not exceed one hundred thirty percent of 40 the federal poverty guidelines, in determining benefit amount, the 41 department shall exclude the income of all members of the needy family 42 except for the income of the eligible dependent child for whom cash 43 assistance is requested.

44 R. M. For the purposes of eligibility and benefit amount, only the 45 income of the dependent child is considered for a child only case.

1 5. N. Any parent or other relative who applies for or receives 2 cash assistance under this article on behalf of a dependent child who is between six and sixteen years of age shall ensure that the child is 3 4 enrolled in and attending school. An initial applicant is ineligible for 5 benefits until the applicant's dependent children are verified to be 6 enrolled in and attending an educational program. The department of 7 education shall assist the department of economic security in obtaining 8 verification of school enrollment and attendance. The director of the 9 department of economic security may adopt rules for granting good cause 10 exceptions from this subsection. The department of economic security shall sanction a recipient who fails, without good cause, to ensure school 11 12 enrollment and attendance according to section 46-300.

13 T. O. Any parent or other relative who applies for or receives 14 cash assistance under this section on behalf of a dependent child shall 15 ensure that the child is immunized in accordance with the schedule of immunizations pursuant to section 36-672. The director of the department 16 17 of economic security may adopt rules for granting good cause exceptions 18 from this subsection. The department of economic security shall sanction 19 a recipient, in accordance with section 46-300, who fails, without good 20 cause, to obtain the required immunizations for a dependent child unless 21 the recipient submits to the department of economic security the 22 documentation described in section 15-873.

23 Sec. 6. Section 46-294, Arizona Revised Statutes, is amended to 24 read:

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46-294. Duration of assistance

A. A needy family is ineligible for a cash assistance grant awarded 26 27 under this article, except in case of hardship or as provided in 28 subsection G of this section, if any of the following applies:

29 1. The needy family includes a head of household or the spouse of 30 the head of household who has received cash assistance for himself for a total of twelve SIXTY months. 31

32 2. The needy family includes a cash assistance ineligible parent or 33 the spouse of the ineligible parent who has received cash assistance on behalf of an eligible dependent child for a total of twelve SIXTY months. 34

35 3. The needy family includes an adult nonparent relative head of 36 household or the spouse of the adult nonparent relative head of household 37 who has received cash assistance on behalf of an eligible dependent child 38 for a total of twelve SIXTY months.

39 B. The time limit prescribed in subsection A of this section 40 applies retroactively to cash assistance received under this article or 41 the Arizona works program on or after October 1, 2002. The time limit 42 applies regardless of:

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1. Whether the twelve SIXTY months are consecutive. 44

2. The source of funding for the program.

45 The twelve SIXTY month time limit prescribed in this section С. 46 does not apply to child only cases.

1 In determining the number of months that assistance has been D. 2 received, the department shall disregard any month during which assistance 3 is received by:

4 1. A foster parent, an unrelated adult or a nonparent relative, in 5 a child only case.

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2. An assistance unit during the time in which the assistance unit 7 resides on an Indian reservation in which the unemployment rate of the 8 adults residing on the Indian reservation exceeds fifty percent.

9 3. An assistance unit if the cash assistance grant is less than the 10 full monthly amount of cash assistance for which the assistance unit qualifies based on the date of the application. 11

12 4. An adult recipient who as a minor child was not a head of 13 household or married to a head of household.

14 E. Except in case of hardship or as provided in subsection G of 15 this section, an assistance unit in which any adult or minor parent of a dependent child who is a head of household or married to a head of 16 17 household has received sixty months of assistance funded in whole or in 18 part by the temporary assistance for needy families block grant in this or 19 any other state or United States territory or from a tribal temporary 20 assistance for needy families program shall not be eligible to receive 21 under any circumstances more than sixty months of such assistance.

22 F. Consistent with the adopted state plan, cash assistance shall 23 terminate on July 1, 2016 2022 for any family, without regard to whether the family meets the financial criteria established for a needy family, 24 25 that has received twelve SIXTY or more months of cash assistance as of 26 that date.

27 G. A needy family may receive cash assistance for an additional 28 twelve months if both of the following apply:

29 1. The head of household or other adult household member who is 30 required to participate in the work program is in full compliance and 31 remains in full compliance with all work activity requirements of the 32 program.

33 2. Each dependent child in the assistance unit, who is required to 34 attend school pursuant to section 15-803, not including child only cases, 35 has a school attendance record of at least ninety percent unless the child 36 was excused pursuant to section 15-802, subsection D, paragraph 1, 3, 5, 6 37 or 7.

Sec. 7. Section 46-300, Arizona Revised Statutes, is amended to 38 39 read:

46-300. <u>Sanctions</u>

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A. The department shall impose a series of graduated sanctions as 41 42 described in subsection D of this section for any noncompliance with:

1. The child support enforcement efforts required by section 43 44 46-292, subsection D unless good cause is established as provided in section 46-292, subsections F and G. 45

2. The work activities requirements described in section 46-299, unless good cause is established as provided in section 46-299, subsection H and department rules. A recipient who does not comply with the work activities requirements shall demonstrate compliance with the work activities requirements in order to continue benefit eligibility and to avoid sanctions.

7 3. The school enrollment and attendance requirements of section
 8 46-292, subsection 5 N.

9 4. The immunization requirements of section 46-292, 10 subsection ∓ 0.

11 B. In addition to subsection A of this section, the department 12 shall impose a series of graduated sanctions as described in subsection D 13 of this section if either of the following occurs:

14 1. The recipient voluntarily terminates paid employment without 15 good cause as specified in rules adopted by the director.

16 2. An adult recipient uses, sells or possesses a controlled 17 substance in violation of title 13 as specified in rules adopted by the 18 director.

19 C. Noncompliance with one or more of the requirements listed in 20 subsection A of this section during any calendar month is deemed to be a 21 month of noncompliance and shall result in the sanctions prescribed in 22 subsection D of this section. The department shall impose these graduated 23 sanctions even if the instances of noncompliance do not occur in 24 consecutive months.

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D. The department shall impose the following sanctions:

For the first instance of noncompliance, the department shall
 reduce the household's cash assistance grant by fifty percent for one
 month. NOTIFY THE RECIPIENT IN WRITING OUTLINING THE AREA OR AREAS OF
 NONCOMPLIANCE AND INCLUDE A WARNING THAT BENEFITS MAY BE REDUCED FOR
 CONTINUED NONCOMPLIANCE.

2. For a second instance of noncompliance that occurs in a month other than the month in which the first noncompliance occurred, and any instance of noncompliance thereafter, the department shall terminate the household's cash assistance grant for at least one month or until the household complies. THE DEPARTMENT SHALL NOTIFY THE RECIPIENT IN WRITING OUTLINING THE AREA OR AREAS OF NONCOMPLIANCE AND INCLUDE A WARNING THAT BENEFITS MAY BE REDUCED FOR CONTINUED NONCOMPLIANCE.

38 3. FOR A THIRD INSTANCE OF NONCOMPLIANCE THAT OCCURS IN A MONTH 39 OTHER THAN THE MONTH IN WHICH THE SECOND NONCOMPLIANCE OCCURRED, THE DEPARTMENT SHALL NOTIFY THE RECIPIENT IN WRITING OUTLINING THE AREA OR 40 AREAS OF NONCOMPLIANCE AND SHALL REDUCE THE BENEFIT AMOUNT OF THE ADULT'S 41 42 PORTION BY THIRTY PERCENT. FOR THE PURPOSES OF CALCULATING SANCTIONS PURSUANT TO THIS PARAGRAPH, THE ADULT'S PORTION SHALL BE CONSIDERED 43 44 TWENTY-FIVE PERCENT AND THE CHILD'S PORTION SEVENTY-FIVE PERCENT OF THE 45 TOTAL AWARD AMOUNT.

Sec. 8. Title 46, chapter 2, article 5, Arizona Revised Statutes, 1 2 is amended by adding section 46-300.08, to read: 3 46-300.08. Drug testing; prohibition 4 EXCEPT AS PROVIDED IN SECTION 46-219, THE DEPARTMENT OF ECONOMIC 5 SECURITY MAY NOT REQUIRE DRUG TESTING FOR ANY TEMPORARY ASSISTANCE FOR 6 NEEDY FAMILY RECIPIENT. 7 Sec. 9. Section 46-407, Arizona Revised Statutes, is amended to 8 read: 9 46-407. Assignment of rights to support; definition 10 A. The right to support of a child and spouse who receive temporary assistance for needy families pursuant to Public Law 104-193 and chapter 11 12 2, article 5 of this title and the right to medical support of a child who 13 receives medical assistance under title XIX of the social security act is 14 assigned to this state by operation of law. The support rights are 15 assigned to the state regardless of whether the applicant for assistance 16 has any right to receive the support. The department shall take all steps 17 necessary to enforce the assigned rights to support. 18 B. The support rights assigned to the state apply to all children 19 of the household for whom temporary assistance for needy families is 20 granted. If a child is denied temporary assistance for needy families due 21 to the receipt of social security income for the child or the child is 22 subject to section 46-292, subsection H, the department shall divide the 23 court ordered COURT-ORDERED child support amount by the number of children 24 in the court order. The prorated amount is exempt from assignment for the 25 child who is receiving social security income or subject to section 46-292, subsection H. 26 27 C. The right to support of a child on whose behalf foster care

maintenance payments are made is assigned pursuant to section 8-243.02. If the child support order covers more than one child, the department shall determine the amount to be distributed to the state by dividing the court ordered COURT-ORDERED support amount by the number of the children in the court order.

D. For the purposes of this section, "support" has the same meaning
 prescribed in section 25-500.

35 Sec. 10. <u>Retroactivity</u>

36 Section 46-294, Arizona Revised Statutes, as amended by this act, 37 applies retroactively to from and after June 30, 2022.