Summary Report on Engagement in Additional Work Activities (ACF-812) Maine Temporary Assistance for Needy Families Program (TANF) Report Period: April 1—June 30, 2011 Maine Department of Health and Human Services Office for Family Independence

Summary

The Personal Responsibility and Work Opportunity Reconciliation Act of 1996 (PRWORA) ended the Aid to Families with Dependent Children cash assistance program and created the Temporary Assistance for Needy Families (TANF) Program. This changed the focus of the program to be temporary financial assistance, with the goal of moving individuals from public cash assistance to self-sufficiency. Congress established the 'work participation rate' as the tool to measure the success of each State's ability to meet this goal. The PRWORA required 25% of all families in each state to be engaged in work activities in FY 1997. The requirement rose to an overall participation rate of 50% and a 90% participation rate for two-parent families in 2002. States that fail to achieve these participation rates are subject to a financial penalty. The work participation rate focuses on 'work eligible individuals' (WEI's) and whether or not the WEI is engaged in specific work activities.

The Deficit Reduction Act of 2005 reauthorized the TANF program through 2010. The DRA included regulations to ensure consistent measurement of work participation rates among all states. The regulations included: defining work activities; establishing and maintaining work participation verification procedures; and the circumstances in which parents of children receiving assistance should be considered in the work participation rate calculations.

Section 812 of the Claims Resolution Act of 2010 requires each State to submit a 'Report on Engagement in Additional Work Activities.' The report must be submitted for two reporting periods. The first reporting period was from March 1 through March 31, 2011. The second reporting period is from April 1 through June 30, 2011 and the reports are due no later than August 31, 2011. For each work-eligible individual (WEI) in a family receiving Temporary Assistance to Needy Families (TANF) cash assistance during the reporting period, States must collect and report the following information:

- (1) whether the individual engaged in any activities that are directed toward attaining selfsufficiency and
- (2) if yes, the specific activities that

(a) do not qualify as a countable work activity, but are otherwise reasonably calculated to help the family move to self-sufficiency or
(b) that could be a countable work activity, but for the fact that either the WEI has not engaged in such activities for a sufficient number of hours; the WEI has reached a maximum time limit allowed for having participation in the activity count; or the number of WEIs engaged in such activity exceeds a statutory limitation.

A) a summary of the information submitted in the report

"(B) an analysis statement regarding the extent to which the information changes measures of total engagement in work activities from what was (or will be) reported by the State in the quarterly report submitted under subsection(a) for the comparable period; and "(C) a narrative describing the most common activities contained in the report that are not countable toward the State participation rates under section 407.

Definition of Work Eligible Individual (WEI)

A 'work eligible individual' is an adult (or minor parent head-of-household) recipient of TANF cash assistance or a non-recipient parent living with a child receiving cash assistance unless the parent is:

- a minor parent, but not the head-of-household;
- a non-citizen who is ineligible to receive assistance due to his or her immigration status;
- a Supplemental Security Income (SSI) recipient;
- a parent providing care for a disabled family member living in the home; or
- a parent receiving Social Security Disability Insurance (SSDI) benefits

For a WEI to count towards the work participation rate, the individual must have verified participation in countable activities for a specific number of hours each month. Parents with children 6 years of age and older, must participate in a countable activity for 30 hours a week for each week they are receiving a TANF benefit. Parents with children under 6 years old must participate for 20 hours. Families with two parents must participate an average of 35 hours a week.

Countable work activities are limited to:

- Unsubsidized employment;
- Subsidized employment;
- Community work experience;
- Community service;
- On-the-job training;
- Vocational education/training; and
- Job search/job readinesss

WEIs with a 30 hour requirement must participate in the above activities for at least 20 hours and then also participate for 10 more hours in the above and/or:

- Job skills training;
- Education directly related to employment; and
- Satisfactory attendance of Secondary School/GED

There are limits to how long an individual may be engaged in vocational education (twelvemonth lifetime limit) and job search/job readiness training (limited to six weeks in a twelvemonth period.) Because Maine meets the definition of 'needy state' under 45 CFR § 260.30, the job search/job readiness limit increases to twelve weeks in a twelve-month period. There is an additional limit for job search: an individual's participation in job search/job readiness does not count for a week that follows four consecutive weeks of job search/job readiness activities.

All other activities are considered 'non-countable'.

<u>Analysis</u>

Maine's second Summary Report is based on April, May and June 2011 data and is not a statistically valid representation of Maine's annual caseload. Individuals may fall into more than one category, for example an individual may be participating in a work activity but not for enough hours to be counted and not have met verification rules for other hours to be counted. Therefore that individual is reported in two categories. Additionally, States do not have the opportunity to resubmit data if new information is received or if data entry errors are discovered. For these reasons, this data may be inconsistent with what will be reported by Maine in the quarterly TANF report.

This is Maine's second Engagement in Additional Work Activities for the reporting period of April, May and June 2011. Maine submits TANF data for the entire caseload and did so for this report.

Month	Total WEI's	WEI's Meeting Part	Participation Rate	WEI's in no activity	WEI's participating in an activity leading to self- sufficiency but not countable See breakdown of activities below
April	15,223	2,114	13.89%	4,234	8,875
May	14,760	2,116	15.01%	3,711	8,933
June	14,958	2,147	14.35%	3,729	9,082

Breakdown of the WEI's participating in an activity leading to self-sufficiency but not countable:

Month	WEI's Participating but w/ not enough hrs	WEI's Applying For Disability	WEI's Unable to meet verification requirements	WEI's in Other Activities	WEI's in Activities Over Statutory Limits
April	2,922	2,325	3,233	13	382
May	2,831	2,400	3,348	13	341
June	2,824	2,529	3,454	13	262

WEI's with No hours of participation

Individuals with no activities fall into two categories: those required to participate in work activities but not doing so and those not required to participate by state or federal regulation.

Principle reason for not participating

Reason for Not	April Number	April %	May Number	May %	June Number	June %
Participating	Individuals		Individuals		Individuals	
Families first month of	681	7.72%	568	6.84%	88	10.28%
Assistance						
Individual Assigned but work	610	6.91%	503	6.06%	398	4.65%
activity						
hasn't begun yet						
State Failed to Engage	318	3.60%	338	4.07%	353	4.12%
Individual (Sanction)						
Individual Relocating to Local	1331	15.08%	997	12.01%	718	8.38%
Jurisdiction						
In Process of being	512	5.80%	510	6.14%	600	7%
Sanctioned						
Family Disregarded	269	3.05%	266	3.20%	286	3.34%
Child under age 1						
First 3 months of Sanction						
Exempt State Caring for	243	2.75%	224	2.70%	219	2.56%
Disabled						
Family Member						
Pending Review/Assessment	1828	27.91%	1791	28.92%	1795	20.95%
Other State Exemption:	78	.89%	89	1.07%	101	1.18%
Language Limited						
Transportation						
Child Care						
Legal Issues						
Learning Disability						
Substance Abuse						
Housing						

Most Common Activities Not Included in Maine's Participation Rate

In April through June, 2011 11,089 (74%) of Maine's 14,980 total work eligible individuals actively participated in work activities designed to lead to self-sufficiency. However, only 2,125 (14.41%) were countable and had enough hours to count toward Maine's work participation rate. The most common activities not countable included partial participation in countable activities, participation in non-countable activities and the inability to meet verification requirements. Other non-countable activities included activities over the statutory limit like Job Search/Job Readiness, finding and arranging support services such as child care or transportation, and obtaining a driver's license, participating in activities with social service agencies including child welfare staff and probation officers.

A significant group, 2,418 individuals (16% of the total WEIs), of those participating in a noncountable activity are considered work-eligible and therefore included in the mandatory work participation rate calculation, but have a documented medical condition. These individuals are not currently eligible for a state or federal financial disability program. These could be families who have already applied for a disability program awaiting a disability determination or an appeal decision, or those who have shorter-term illnesses/disabilities who are unable to participate for a specified period of time.

Conclusion

The results of Maine's second Summary almost completely mirror the results of the first report. The report results indicates WEI's are participating in a variety of activities designed to lead them to self-sufficiency whether or not those activities are countable toward the federal participation rate. Whether by partial participation in countable activities or by participation in non-countable activities, Maine encourages individuals to participate to the degree they are capable. Maine hopes that nationwide survey results will lead to additional flexibility in rules designed to capture the success of the TANF program.

In addition the review reflects Maine's struggle with arduous federal verification requirements. 3,345 or 22% of Maine's total work eligible individuals are participating in a work activity but were unable to meet federal verification standards. These activities are not counted in Maine's work participation rate. Individuals participating in Maine' nationally-recognized Parent's as Scholars (PaS) Program in which participants are enrolled in a 2 or 4 year post secondary degree program are an example. One can reasonably draw the conclusion that if the student's grade point average exceeds the minimum to participate in the program the student is participating the required number of hours. However, these hours do not count unless a weekly written statement is provided from the Professor verifying the student was in class. Collecting the paper verification and the related data entry procedures for the nearly 700 PaS participants is a challenge to say the least.

The ability to count activities that lead to self-sufficiency such as applying for disability and partial participation and the flexibility of states to ease federal verification standards would result in Maine's ability to met the federal work participation rate and would allow staff to concentrate on their job of moving families from welfare to work.