Subject: Families First Work Incentive Payments

Approved by: Danielle White Barnes

Authority: Tenn. Code Ann. §71-3-104(b)(3)

Application: Family Assistance Staff

Policy Statement

A Families First assistance unit (AU) that becomes ineligible for Families First due to an increase in earned income but continues to meet all other eligibility criteria shall qualify for work incentive payments for up to six (6) calendar months from the date of ineligibility.

Purpose

The purpose of this policy is to outline the guidelines by which Families First customers may receive additional cash benefits following ineligibility due to employment income. The goal of the work incentive payment is to promote self-sufficiency by strengthening financial security and reducing the effects of the fiscal cliff.

Procedures

A. Eligibility

An AU may be eligible to receive up to six (6) months of work incentive payments if:

1. The AU becomes financially ineligible for Families First due to an increase in the AU’s earned income and is working at least thirty (30) hours per week (thirty-five (35) hours for two-parent AUs not receiving federally funded child care; fifty-five (55) hours for two-parent AUs receiving federally funded child care);

2. The change in earned income is reported timely within ten (10) calendar days; and

3. The AU meets all other Families First eligibility criteria at the time of financial ineligibility, including compliance with the work and/or
educational activity requirements. The AU must continue to meet all other Families First eligibility criteria during the six (6) month work incentive payment period.

4. The AU cannot receive the work incentive payment and Transitional Supplemental Nutrition Assistance Program (SNAP) simultaneously. See Chapter 32 of the SNAP Policy Manual.

   • If the AU cannot be reached to make a decision as to which benefit would be more advantageous to their circumstances, Transitional SNAP will be approved. The AU will no longer be eligible for work incentive payment once Transitional SNAP is approved.

B. Payment Determination

1. The work incentive payment amount will be determined by issuing the maximum grant allotment for all eligible AU members at the time the AU becomes ineligible due to earned income with the following exceptions:

   a. AU members not included in the Families First grant at the time the AU is determined ineligible due to earned income will not be included in the work incentive payment calculation. Refer to policies 23.01 Families First Assistance Units and 23.27 Family Cap for more information on ineligible AU members.

   b. Penalties for non-compliance with immunizations and health checks, school attendance, and/or parental involvement in place at the time the AU is determined ineligible due to earned income will continue to be applied to the work incentive payment amount until the verification of compliance has been provided.

   c. Existing recoupments at the time the AU is determined ineligible due to earned income will continue to be applied to the work incentive payment amount.

2. Eligibility for the work incentive payment begins with the first (1st) day of the month following Families First ineligibility.

3. The ongoing benefit amount will be made available on the first day of each month of eligibility.

C. Time Limits

Each month a work incentive payment is received will count toward the caretaker relative’s sixty (60) month lifetime limit as outlined in policy 23.21 Families First Time Limits.

D. Support Services

1. During the work incentive payments period, the AU will be eligible to receive:

   a. Families First child care as outlined in policy 23.25 Families First Child Care, and

   b. Support services through Employment and Case Management Services (ECMS), including transportation.

2. When the work incentive payments end, the AU may be eligible for eighteen (18) months of Transitional Child Care (TCC) as outlined in policy 11.18 Transitional Childcare Payment Assistance.

E. Changes During Work Incentive Payments

During the six (6) month work incentive payment period, all changes in AU circumstances must be reported within ten (10) days. See Work Incentive Payment Procedures for additional information.
F. Re-entry During Work Incentive Payments
If the AU becomes financially eligible for Families First cash benefits during the work incentive payment period, the payment will end and the Families First case will be reapproved. Families First eligibility will begin on the first (1st) day of the month following the determination of eligibility for Families First.

G. Closure of Work Incentive Payments
1. Work incentive payments will end after the sixth (6th) monthly payment is issued; or
2. Work incentive payments may end prior to the sixth (6th) month, if:
   a. the AU is reapproved for Families First;
   b. the customer’s requests closure; or
   c. the AU fails to continue to meet all other Families First eligibility requirements, including non-cooperation with child support and non-compliance with the thirty (30) hour work and/or educational activity requirement.

Note: Closure for non-compliance shall not result in a work requirement sanction for the AU.

Forms
None

Collateral Documents
Chapter 32 of the SNAP Policy Manual
23.01 Families First Assistance Units
23.27 Family Cap
23.21 Families First Time Limits
23.25 Families First Child Care
11.18 Transitional Childcare Payment Assistance
Work Incentive Payment Procedures (for internal use only)

Additional Resources
None

Retention of Records
RDA Summary for Policy 23.32 Families First Work Incentive Payments (For internal use only)

Glossary

Term | Definition
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None | None

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## Acronyms

<table>
<thead>
<tr>
<th>Abbreviation</th>
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<tbody>
<tr>
<td>AU</td>
<td>Assistance Unit</td>
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