

**FIRST ENGROSSMENT  
with Conference Committee Amendments****ENGROSSED SENATE BILL NO. 2114**

Introduced by

Human Services Committee

(At the request of the Department of Human Services)

1 A BILL for an Act to amend and reenact subsection 2 of section 50-01.2-00.1 and subsection 1  
2 of section 50-09-29 of the North Dakota Century Code, relating to local expenses of  
3 administration and requirements for temporary assistance for needy families; to authorize the  
4 department of human services to negotiate a pilot project for the state's participation in direct  
5 funding and administration of tribal temporary assistance to needy families; to provide for a  
6 legislative council study; and to provide for reports to the legislative council.

**7 BE IT ENACTED BY THE LEGISLATIVE ASSEMBLY OF NORTH DAKOTA:**

8 **SECTION 1. AMENDMENT.** Subsection 2 of section 50-01.2-00.1 of the 1997  
9 Supplement to the North Dakota Century Code is amended and reenacted as follows:

10 2. "Local expenses of administration" includes costs for personnel, space, equipment,  
11 computer software, ~~costs associated with achieving caseload ratios of sixty-five~~  
12 ~~eases to one worker~~, materials, travel, utilities, and related costs, and the indirect  
13 costs properly allocated to those costs. The term does not include initial  
14 acquisition of computers and related hardware approved by the department for the  
15 training, education, employment, and management program, custom computer  
16 programs, custom software development, computer operations undertaken at the  
17 direction of the department, and computer processing costs to the extent those  
18 costs exceed, in any calendar year, that county's costs of operation of the technical  
19 eligibility computer system in calendar year 1995 increased by the increase in the  
20 consumer price index for all urban consumers (all items, United States city  
21 average) after January 1, 1996, or, unless agreed to by the county social service  
22 board, any costs related to pilot programs before the programs are implemented  
23 on a statewide basis.

1           **SECTION 2. AMENDMENT.** Subsection 1 of section 50-09-29 of the 1997  
2 Supplement to the North Dakota Century Code is amended and reenacted as follows:

- 3           1. Except as provided in subsections 2, 3, and 5 through 7, the department of human  
4 services, in its administration of temporary assistance for needy families in the  
5 form of the training, education, employment, and management program, shall:
- 6           a. Provide assistance to otherwise eligible women in the third trimester of a  
7 pregnancy;
  - 8           b. Except as provided in subdivision c, afford eligible households benefits for no  
9 more than sixty months;
  - 10          c. Exempt up to twenty percent of the caseload from the requirements of  
11 subdivision b due to mental or physical disability of a parent or child, ~~or~~  
12 mental or physical incapacity of a parent, or other hardship;
  - 13          d. Unless an exemption, exclusion, or disregard is required by law, count  
14 income and assets whenever actually available;
  - 15          e. Unless otherwise required by federal law, and except as provided in  
16 subdivision m, provide no benefits to noncitizen immigrants who arrive in the  
17 United States after August 21, 1996, for the first five years of residence in the  
18 United States, and after five years of residence, until the immigrant has ten  
19 years of work history, provide benefits only after considering the income and  
20 assets of the immigrant's sponsor;
  - 21          f. Limit eligibility to households with total available assets, not otherwise  
22 exempted or excluded, of a value established by the department not  
23 ~~exceeding~~ to exceed five thousand dollars for a one-person household and  
24 eight thousand dollars for a household of two or more;
  - 25          g. Seek approval of appropriate federal officials, and, if approved, use a  
26 simplified food stamp program to provide food stamp benefits to eligible  
27 households receiving temporary assistance for needy families;
  - 28          h. Exclude one motor vehicle of any value in determining eligibility;
  - 29          i. Require work activities as defined in section 14-08.1-05.1 for all household  
30 members not specifically exempted by the department of human services for

- 1 reasons such as mental or physical disability of a parent or child, or mental or  
2 physical incapacity of a parent;
- 3 j. Establish goals and take action to prevent and reduce the incidence of  
4 out-of-wedlock pregnancies and establish numerical goals for reducing the  
5 illegitimacy rate for the state for periods through calendar year 2005;
- 6 k. Conduct a program, designed to reach state and local law enforcement  
7 officials, the education system, and relevant counseling services, which  
8 provides education and training on the problem of statutory rape so that  
9 teenage pregnancy prevention programs may be expanded in scope to  
10 include men;
- 11 l. Afford otherwise eligible households that have resided in this state less than  
12 twelve months benefits subject to the lifetime limit of the household's  
13 immediately previous state of residence;
- 14 m. Provide benefits to otherwise eligible noncitizens who are lawfully present in  
15 the United States as refugees, asylees, veterans, active duty military  
16 personnel, spouses and dependents of active duty military personnel, and  
17 Cuban-Haitian entrants;
- 18 n. Establish and enforce standards against program fraud and abuse;
- 19 o. Establish procedures to screen and identify victims of domestic violence for  
20 referral to appropriate services which are to be incorporated into the training,  
21 education, employment, and management program assessment effective  
22 June 30, 1998;
- 23 p. Provide an employment placement program;
- 24 q. Implement, as soon as practicable, an electronic fund transfer system;
- 25 r. ~~Not exempt~~ Consider exempting funds in individual development accounts;
- 26 s. ~~Sanction parents who, without good cause, fail to ensure dependent minor~~  
27 ~~children attend school unless the child has received a high school diploma or~~  
28 ~~equivalent~~ Determine the unemployment rate of adults living on an Indian  
29 reservation by using the unemployment data provided by job service North  
30 Dakota;
- 31 t. When appropriate, require household members to complete high school;

- 1           u.   Exempt single parents from required work activities as defined in  
2                    section 14-08.1-05.1 if the exempted parent has a child under four months of  
3                    age;  
4           v.   Count only approved work activities as defined in section 14-08.1-05.1 for the  
5                    purpose of measuring work participation rates;  
6           w.   Provide for progressive sanctions, including termination of assistance to the  
7                    household, if a household member fails to cooperate with work requirements;  
8           x.   Provide for progressive sanctions, including termination of assistance to the  
9                    household, if a household member fails, without good cause, to cooperate  
10                  with child support activities;  
11          y.   Deny assistance with respect to a minor child absent from the household for  
12                  more than one calendar month, except as specifically provided by the state  
13                  agency for absences;  
14          z.   Require each household to participate in developing an individual  
15                  responsibility plan and provide for progressive sanctions, including  
16                  termination of assistance to the household, if adult ~~and~~ or minor household  
17                  members age sixteen or older fail to cooperate in developing an individual  
18                  responsibility plan;  
19          aa.  Provide pre-pregnancy family planning services that are to be incorporated  
20                  into the training, education, employment, and management program  
21                  assessment effective June 30, 1998;  
22          bb.  Seek federal funding to assist in the evaluation of the program;  
23          cc.  Seek the approval of the secretary to develop and use a single application  
24                  form for all economic assistance programs administered by the county social  
25                  service boards;  
26          dd.  After June 30, 1998, except in cases of pregnancy resulting from rape or  
27                  incest, not increase the assistance amount to recognize the increase in  
28                  household size when a child is born to a household member who was a  
29                  recipient of assistance under this chapter during the month of the child's  
30                  probable conception;

- 1 ee. Disregard earned income as an incentive allowance for no more than twelve  
2 months; and
- 3 ff. Except as otherwise may be permitted by federal law, not reduce or terminate  
4 benefits based on a refusal of an individual to work if the individual is a single  
5 custodial parent caring for a child who has not attained six years of age and  
6 the individual proves a demonstrated inability to obtain needed child care  
7 because of the:
- 8 (1) Unavailability of appropriate child care within a reasonable distance  
9 from the individual's home or work site;
- 10 (2) Unavailability or unsuitability of informal child care by a relative or  
11 under other arrangements; or
- 12 (3) Unavailability of appropriate and affordable formal child care  
13 arrangements.

14 **SECTION 3. LEGISLATIVE INTENT - DEPARTMENT TO NEGOTIATE PILOT**

15 **PROJECT - REPORTS TO LEGISLATIVE COUNCIL.**

- 16 1. It is the legislative intent of the legislative assembly that the department of human  
17 services offer to negotiate with the tribal government of any Indian tribe in this  
18 state to establish a pilot project to begin operation no sooner than July 1, 2001,  
19 under which that tribal government will secure direct funding for the administration  
20 of a tribal family assistance grant under 42 U.S.C. 612 from the United States  
21 department of health and human services, and under which the state will  
22 participate, in cash or in kind, in the cost of providing services under the tribal  
23 family assistance grant, provided:
- 24 a. All components of the program are administered by the department of human  
25 services, one or more county social service boards, one or more contractors  
26 with the department of human services, or any combination thereof;
- 27 b. Interagency agreements entered into between the department of human  
28 services and other state or federal agencies, essential to the state's receipt of  
29 federal funds otherwise available under title IV-A, title IV-B, title IV-D, or title  
30 IV-E of the Social Security Act, will be honored by the tribe to the extent the

- 1 department of human services requires the county social service boards to  
2 honor those agreements;
- 3 c. The annual funding contributed by the state may not exceed an amount  
4 calculated by dividing the nonfederal share of total state expenditures under  
5 title IV-A of the Social Security Act for the twelve-month period beginning  
6 October 1, 1993, and ending September 30, 1994, by the monthly average  
7 number of title IV-A filing units receiving title IV-A benefits in the state during  
8 that period, and multiplying the result times the number of IV-A filing units on  
9 April 1, 1999, with a primary information person who:
- 10 (1) Is an enrolled member of a tribe or is married to an enrolled member of  
11 a tribe who is also a member of that IV-A filing unit; and
- 12 (2) Lives in Indian country within a North Dakota county that also includes  
13 Indian reservation lands subject to the exclusive jurisdiction of the tribe;
- 14 d. The state's financial participation in the pilot project will be terminated upon  
15 breach of the negotiated agreement.
- 16 2. The department of human services shall periodically report to the legislative  
17 council, or to an interim study committee designated by the legislative council, on  
18 the progress of any negotiation conducted under subsection 1.
- 19 3. An interim committee designated by the legislative council to receive reports under  
20 subsection 2 shall report its findings and recommendations, together with any  
21 legislation required to implement the recommendations, to the fifty-seventh  
22 legislative assembly.

23 **SECTION 4. LEGISLATIVE COUNCIL STUDY.** During the 1999-2000 interim, the  
24 legislative council shall consider studying the implementation of temporary assistance to needy  
25 families program in North Dakota, the effectiveness of that program to accomplish welfare  
26 reform, and the need for continuing legislative monitoring. The study may address the  
27 proportion of adults living in Indian country who are employed and the efforts of the department  
28 of human services to negotiate a pilot project under which the state would participate in the cost  
29 of providing services under a tribal family assistance grant.

30 **SECTION 5. REPORTS TO LEGISLATIVE COUNCIL - UNEMPLOYMENT IN INDIAN**  
31 **COUNTRY.** The department of human services shall periodically report to the legislative

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- 1 council, or an interim study committee designated by the legislative council, on the progress in
- 2 its efforts to determine the most reliable current data concerning the proportion of adults living
- 3 in Indian country who are unemployed.