## SUBSTITUTE FOR HOUSE BILL NO. 5512

A bill to amend 1939 PA 280, entitled "The social welfare act,"

by amending sections 57 and 57g (MCL 400.57 and 400.57g), as amended by 2011 PA 131.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 57. (1) As used in this section and sections 57a to
- 2 57u:57V:
- 3 (a) "Adult-supervised household" means either of the
- 4 following:
- 5 (i) The place of residence of a parent, stepparent, or legal
- 6 guardian of a minor parent.
- 7 (ii) A living arrangement not described in subparagraph (i) that
- 8 the department approves as a family setting that provides care and

- 1 control of a minor parent and his or her child and supportive
- 2 services including, but not limited to, counseling, guidance, or
- 3 supervision.
- 4 (b) "Caretaker" means an individual who is acting as parent
- 5 for a child in the absence or because of the disability of the
- 6 child's parent or stepparent and who is the child's legal guardian,
- 7 grandparent, great grandparent, great-great grandparent, sibling,
- 8 stepsibling, aunt, great aunt, great-great aunt, uncle, great
- 9 uncle, great-great uncle, nephew, niece, first cousin, or first
- 10 cousin once-removed, a spouse of any person listed above, a parent
- 11 of the putative father, or an unrelated individual aged 21 or older
- 12 whose appointment as legal guardian of the child is pending.
- 13 (c) "Child" means an individual who is not emancipated under
- 14 1968 PA 293, MCL 722.1 to 722.6, who lives with a parent or
- 15 caretaker, and who is either of the following:
- 16 (i) Under the age of 18.
- 17 (ii) Age 18 and a full-time high school student.
- (d) "Family" means 1 or more of the following:
- 19 (i) A household consisting of a child and either of the
- 20 following:
- 21 (A) A parent or stepparent of the child.
- 22 (B) A caretaker of the child.
- 23 (ii) A pregnant woman.
- 24 (iii) A parent of a child in foster care.
- (e) "Family independence program assistance" means financial
- 26 assistance provided to a family under the family independence
- 27 program.

- 1 (f) "Family independence program assistance group" means all
- 2 those members of a program group who receive family independence
- 3 program assistance.
- 4 (g) "Family independence program" means the program of
- 5 financial assistance established under section 57a.
- 6 (h) "Family self-sufficiency plan" means a document described
- 7 in section 57e that is executed by a family in return for receiving
- 8 family independence program assistance.
- 9 (i) "JET program" means the jobs, education and training
- 10 program administered by the Michigan economic development
- 11 corporation or a successor entity for applicants and recipients of
- 12 family independence program assistance or a successor program. A
- 13 REFERENCE TO THE JET PROGRAM MEANS THE PATH PROGRAM.
- 14 (j) "Medical review team" means the team composed of a
- 15 disability examiner and a physician as a medical consultant who
- 16 certifies disability for the purpose of eligibility for assistance
- 17 under this act.
- 18 (k) "Negative action period" means the time frame a client is
- 19 given notice for a benefit decrease or closure of the family
- 20 independence program benefit.
- 21 (l) "Minor parent" means an individual under the age of 18 who
- 22 is not emancipated under 1968 PA 293, MCL 722.1 to 722.6, and who
- 23 is either the biological parent of a child living in the same
- 24 household or a pregnant woman.
- 25 (M) "PATH PROGRAM" MEANS THE PATH: PARTNERSHIP.
- 26 ACCOUNTABILITY. TRAINING. HOPE. WORK PARTNERSHIP PROGRAM.
- 27 (N) (m) "Payment standard" means the standard upon which

- 1 family independence program assistance benefits are based.
- 2 (O) (n)—"Program group" means a family and all those
- 3 individuals living with a family whose income and assets are
- 4 considered for purposes of determining financial eligibility for
- 5 family independence program assistance.
- 6 (P) (O) "Recipient" means an individual receiving family
- 7 independence program assistance.
- 8 (Q) (p) "Substance abuse" means that term as defined in
- 9 section 6107 of the public health code, 1978 PA 368, MCL
- 10 333.6107.100D OF THE MENTAL HEALTH CODE, 1974 PA 258, MCL
- 11 330.1100D.
- (R) (q) "Substance abuse treatment" means outpatient or
- 13 inpatient services or participation in alcoholics anonymous or a
- 14 similar program.
- (S) (r) "Supplemental security income" means the program of
- 16 supplemental security income provided under title XVI.
- 17 (2) A reference in this act to "aid to dependent children" or
- 18 "aid to families with dependent children" means "family
- independence program assistance".
- 20 Sec. 57g. (1) Except as provided in subsection (5), if a
- 21 recipient does not meet his or her individual family self-
- 22 sufficiency plan requirements and is therefore noncompliant, the
- 23 department shall impose the penalties described under this section.
- 24 The department shall implement a schedule of penalties for
- 25 instances of noncompliance as described in this subsection. The
- 26 penalties shall be as follows:
- 27 (a) For the first instance of noncompliance, the family is

- 1 ineligible to receive family independence program assistance for
- 2 not less than 3 calendar months.
- 3 (b) For the second instance of noncompliance, the family is
- 4 ineligible to receive family independence program assistance for
- 5 not less than 6 calendar months.
- 6 (c) For the third instance of noncompliance, the family is
- 7 permanently ineligible to receive family independence program
- 8 assistance.
- 9 (2) For the purposes of subsections (1) to (4),
- "noncompliance" means 1 or more of the following:
- 11 (a) A recipient quits a job.
- 12 (b) A recipient is fired for misconduct or absenteeism.
- 13 (c) A recipient voluntarily reduces employment hours or
- 14 earnings.
- 15 (d) A recipient refuses a bona fide offer of employment or
- 16 additional hours up to 40 hours per week.
- 17 (e) A recipient does not participate in JET PATH program
- 18 activities.
- 19 (f) A recipient is noncompliant with his or her family self-
- 20 sufficiency plan.
- 21 (q) A recipient states orally or in writing his or her intent
- 22 not to comply with family independence program or JET PATH program
- 23 requirements.
- 24 (h) A recipient refuses employment support services if the
- 25 refusal prevents participation in an employment or self-sufficiency
- 26 related activity.
- 27 (3) For any instance of noncompliance, the recipient shall

- 1 receive notice of the noncompliance. The recipient shall have not
- 2 less than a 12-day negative action period before the penalties
- 3 prescribed in this section are imposed. If the recipient
- 4 demonstrates good cause for the noncompliance during this period
- 5 and if the family independence specialist caseworker and the JET
- 6 PATH program caseworker agree that good cause exists for the
- 7 recipient's noncompliance, a penalty shall not be imposed. For the
- 8 purpose of this subsection, good cause is 1 or more of the
- 9 following:
- 10 (a) The recipient suffers from a temporary debilitating
- 11 illness or injury or an immediate family member has a debilitating
- 12 illness or injury and the recipient is needed in the home to care
- 13 for the family member.
- 14 (b) The recipient lacks child care as described in section
- 15 407(e)(2) of the personal responsibility and work opportunity
- 16 reconciliation act of 1996, Public Law 104-193, 42 USC
- 17 607(e)(2).607.
- 18 (c) Either employment or training commuting time is more than
- 19 2 hours per day or is more than 3 hours per day when there are
- 20 unique and compelling circumstances, such as a salary at least
- 21 twice the applicable minimum wage or the job is the only available
- 22 job placement within a 3-hour commute per day, not including the
- 23 time necessary to transport a child to child care facilities.
- 24 (d) Transportation is not available to the recipient at a
- 25 reasonable cost.
- 26 (e) The employment or participation involves illegal
- 27 activities.

- 1 (f) The recipient is physically or mentally unfit to perform
- 2 the job, as documented by medical evidence or by reliable
- 3 information from other sources.
- 4 (g) The recipient is illegally discriminated against on the
- 5 basis of age, race, disability, gender, color, national origin, or
- 6 religious beliefs.
- 7 (h) Credible information or evidence establishes 1 or more
- 8 unplanned or unexpected events or factors that reasonably could be
- 9 expected to prevent, or significantly interfere with, the
- 10 recipient's compliance with employment and training requirements.
- (i) The recipient quit employment to obtain comparable
- **12** employment.
- 13 (4) For all instances of noncompliance resulting in
- 14 termination of family independence program assistance for any
- 15 period of time described in subsection (1), the period of time the
- 16 recipient is ineligible to receive family independence program
- 17 assistance applies toward the recipient's 48-month cumulative
- 18 lifetime total.
- 19 (5) Family independence program assistance benefits shall be
- 20 DENIED OR terminated if a recipient fails, without good cause, to
- 21 comply with applicable child support requirements including efforts
- 22 to establish paternity, and assign or obtain child support. The
- 23 family independence program assistance group is ineligible for
- 24 family independence program assistance for not less than 1 calendar
- 25 month. After family independence program assistance has been
- 26 terminated for not less than 1 calendar month, family independence
- 27 program assistance may be restored if the noncompliant recipient

- 1 complies with child support requirements including the action to
- 2 establish paternity and obtain child support. AS USED IN THIS
- 3 SUBSECTION, "GOOD CAUSE" INCLUDES AN INSTANCE IN WHICH EFFORTS TO
- 4 ESTABLISH PATERNITY OR ASSIGN OR OBTAIN CHILD SUPPORT WOULD HARM
- 5 THE CHILD OR IN WHICH THERE IS DANGER OF PHYSICAL OR EMOTIONAL HARM
- 6 TO THE CHILD OR THE RECIPIENT.
- 7 (6) The department may promulgate rules in accordance with the
- 8 administrative procedures act of 1969, 1969 PA 306, MCL 24.201 to
- 9 24.328, identifying other reasons for good cause under this
- 10 section. Any rule promulgated under this subsection shall not apply
- 11 1 year after the effective date of the amendatory act that added
- 12 this subsection.
- 13 Enacting section 1. This amendatory act takes effect January
- **14** 1, 2016.