Second Regular Session Seventy-second General Assembly STATE OF COLORADO

PREAMENDED

This Unofficial Version Includes Committee Amendments Not Yet Adopted on Second Reading

LLS NO. 20-0401.01 Shelby Ross x4510

SENATE BILL 20-029

SENATE SPONSORSHIP

Fields and Moreno, Bridges, Crowder, Danielson, Fenberg, Garcia, Ginal, Gonzales, Hansen, Lee, Pettersen, Priola, Story, Tate, Winter, Zenzinger

HOUSE SPONSORSHIP

Coleman and Duran,

Senate Committees

Finance Appropriations

House Committees

Education Appropriations

A BILL FOR AN ACT

| 101 | CONCERNING A ONE-TIME BASIC CASH ASSISTANCE PAYMENT TO |
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| 102 | COLORADO WORKS PROGRAM RECIPIENTS, AND, IN CONNECTION |
| 103 | THEREWITH, MAKING AN APPROPRIATION. |

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at http://leg.colorado.gov.)

For the state fiscal year commencing July 1, 2020, the amount of basic cash assistance a Colorado works program recipient (recipient) receives must equal or exceed 100% of the amount of basic cash assistance in 2019 plus 10%.

Commencing July 1, 2021, the department must annually increase

SENATE srd Reading Unamended June 3, 2020

SENATE Amended 2nd Reading June 2, 2020

Shading denotes HOUSE amendment. <u>Double underlining denotes SENATE amendment.</u>

Capital letters or bold & italic numbers indicate new material to be added to existing statute.

Dashes through the words indicate deletions from existing statute.

the amount of basic cash assistance a recipient receives by a cost of living adjustment equal to 1.5% or the federal social security administration's cost of living adjustment that year, whichever is greater.

The joint budget committee (JBC) must review the sustainability of the Colorado long-term works reserve to fund the cost of living adjustment, and, if the JBC deems necessary, identify additional sources of funding.

1 Be it enacted by the General Assembly of the State of Colorado: 2 3 **SECTION 1. Legislative declaration.** (1) The general assembly finds and declares that: 4 5 (a) Colorado is in the midst of an unprecedented economic crisis. 6 As the state makes difficult choices about the budget and how to support 7 Colorado's recovery now and into the future, it is critical to provide 8 support to families who are facing some of the greatest barriers to 9 economic security. 10 (b) Families enrolled in the temporary assistance for needy 11 families (TANF) program who are experiencing extreme poverty need 12 additional money as soon as possible to help weather the immediate effects of the economic crisis. The additional barriers that these families 13 14 will face in meeting basic needs now, and as the state begins to recover, 15 make it even more critical to prioritize a way to provide cash assistance 16 to these families as soon as possible. 17 (c) During this time of economic crisis for families and Colorado. the Colorado long-term works reserve should be used to provide critical 18 19 cash assistance to families experiencing extreme poverty. The best way 20 to do this is to provide immediate, one-time cash assistance to families 21 who receive basic cash assistance under the TANF program. This 22 one-time payment will help families make ends meet during the current

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| 1 | economic crisis and will help make up for the fact that basic cash |
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| 2 | assistance has not been adjusted for inflation since the program was |
| 3 | created in 1996 and has not kept up with the cost of living in Colorado. |
| 4 | _ |
| 5 | SECTION 2. In Colorado Revised Statutes, 26-2-709, add (1)(d) |
| 6 | and (1)(e) as follows: |
| 7 | 26-2-709. Benefits - cash assistance - programs rules - repeal. |
| 8 | (1) Standard of need - basic cash assistance grant. |
| 9 | (d) (I) NOTWITHSTANDING ANY OTHER PROVISION TO THE CONTRARY, |
| 10 | ANY ASSISTANCE UNIT THAT RECEIVES A BASIC CASH ASSISTANCE |
| 11 | PAYMENT FROM THE COLORADO WORKS PROGRAM ON OR AT ANY TIME |
| 12 | WITHIN ONE MONTH AFTER THE EFFECTIVE DATE OF THIS SUBSECTION |
| 13 | (1)(d) SHALL RECEIVE A ONE-TIME FIVE-HUNDRED DOLLAR SUPPLEMENTAL |
| 14 | PAYMENT IN ADDITION TO THE AMOUNT OF BASIC CASH ASSISTANCE |
| 15 | GRANT AN ASSISTANCE UNIT RECEIVES PURSUANT TO THIS SECTION. TO |
| 16 | THE EXTENT ALLOWABLE UNDER FEDERAL LAW, THIS ONE-TIME |
| 17 | SUPPLEMENTAL PAYMENT IS NOT INCOME FOR THE PURPOSE OF ANY |
| 18 | PUBLICLY FUNDED PROGRAM. THE GENERAL ASSEMBLY SHALL |
| 19 | APPROPRIATE NO MORE THAN TEN MILLION DOLLARS FOR THE |
| 20 | IMPLEMENTATION OF THIS SUBSECTION (1)(d) PURSUANT TO SECTION |
| 21 | 26-2-721 (2.5). IF THE ONE-TIME SUPPLEMENTAL PAYMENT TO EACH |
| 22 | ASSISTANCE UNIT EXCEEDS TEN MILLION DOLLARS, THE SUPPLEMENTAL |
| 23 | PAYMENT MUST BE DISTRIBUTED EVENLY TO EACH ASSISTANCE UNIT. |
| 24 | (II) THIS SUBSECTION (1)(d) IS REPEALED, EFFECTIVE JULY 1, 2021. |
| 25 | (e) BEGINNING JULY 1, 2021, AND EACH YEAR THEREAFTER, THE |
| 26 | JOINT BUDGET COMMITTEE OF THE GENERAL ASSEMBLY SHALL REVIEW THE |
| 77 | SUSTAINABILITY OF THE COLOBADO LONG-TERM WORKS RESERVE |

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| CREATED IN SECTION 26-2-721. |
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| SECTION 3. In Colorado Revised Statutes, 26-2-721, add (2.5) |
| as follows: |
| 26-2-721. Colorado long-term works reserve - creation - use |
| - repeal. (2.5) (a) The General assembly shall appropriate the |
| MONEY IN THE RESERVE FOR THE PURPOSE OF IMPLEMENTING SECTION |
| <u>26-2-709 (1)(d).</u> |
| (b) This subsection (2.5) is repealed, effective July 1, 2021. |
| SECTION 4. Appropriation. For the 2020-21 state fiscal year, |
| \$8,424,500 is appropriated to the department of human services for use |
| by the office of self sufficiency. This appropriation is from federal |
| temporary assistance for needy families block grant funds. To implement |
| this act, the office of self sufficiency may use the appropriation for |
| Colorado works program county block grants. |
| SECTION 5. Safety clause. The general assembly hereby finds, |
| determines, and declares that this act is necessary for the immediate |
| preservation of the public peace, health, or safety. |
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