

116TH CONGRESS 2D SESSION

S. 3672

To provide States and Indian Tribes with flexibility in administering the temporary assistance for needy families program due to the public health emergency with respect to the Coronavirus Disease (COVID-19), to make emergency grants to States and Indian Tribes to provide financial support for low-income individuals affected by that public health emergency, and for other purposes.

IN THE SENATE OF THE UNITED STATES

May 11, 2020

Mr. Wyden (for himself, Mr. Brown, Mr. Schatz, and Mr. Casey) introduced the following bill; which was read twice and referred to the Committee on Finance

A BILL

To provide States and Indian Tribes with flexibility in administering the temporary assistance for needy families program due to the public health emergency with respect to the Coronavirus Disease (COVID-19), to make emergency grants to States and Indian Tribes to provide financial support for low-income individuals affected by that public health emergency, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

1 SECTION 1. SHORT TITLE.

2	This Act may be cited as the "Pandemic TANF As-
3	sistance Act".
4	SEC. 2. EMERGENCY FLEXIBILITY FOR STATE AND TRIBAL
5	TANF PROGRAMS.
6	(a) Suspension of Requirements and Penalties
7	RELATING TO THE TIME LIMIT FOR ASSISTANCE, WORK,
8	AND CERTAIN OTHER REQUIREMENTS.—
9	(1) In General.—During the applicable pe-
10	riod—
11	(A) sections $407(a)$, $407(e)(1)$, and
12	408(a)(7)(A) of the Social Security Act (42
13	U.S.C. $607(a)$, $607(e)(1)$, $608(a)(7)(A)$ shall
14	have no force or effect;
15	(B) no penalty shall be imposed against an
16	individual or the individual's family with respect
17	to section $407(e)(1)$ or $408(b)(3)$ of such Act
18	(42 U.S.C. 607(e)(1), 608(b)(3));
19	(C) a State shall not deny, reduce, or ter-
20	minate assistance to a family because an indi-
21	vidual does not comply with such section
22	407(e)(1) or does not otherwise engage in work
23	required by the State;
24	(D) a State shall not deny, reduce, or ter-
25	minate assistance to an individual or the indi-
26	vidual's family with respect to a failure to co-

1	operate with completing the assessment re-
2	quired under section 408(b)(1) of such Act (42
3	U.S.C. 608(b)(1));
4	(E) a State may defer a required assess-
5	ment of the employability of an individual
6	under section 408(b) of such Act (42 U.S.C.
7	608(b)) to 90 days following the end of the ap-
8	plicable period;
9	(F) no condition on assistance for an indi-
10	vidual or the individual's family shall be im-
11	posed in connection with enforcing penalties de-
12	scribed in section 409(a)(5) of such Act (42
13	U.S.C. $609(a)(5)$;
14	(G) no penalty shall be imposed against an
15	individual or the individual's family with respect
16	to section 408(a)(2) of such Act (42 U.S.C.
17	608(a)(2); and
18	(H) paragraphs (3), (5), (9), (14), and
19	(15) of section 409(a) of such Act (42 U.S.C.
20	609(a)) shall not apply with respect to any vio-
21	lation of a requirement described in such a
22	paragraph that occurs during or with respect to
23	the applicable period.
24	(2) Tribal programs.—During the applicable
25	period—

1	(A) the minimum work participation re-
2	quirements and time limits established under
3	section 412(e) of the Social Security Act (42
4	U.S.C. 612(c)) shall have no force or effect;
5	(B) no penalty shall be imposed against an
6	individual or the individual's family with respect
7	to a violation of such requirements or limits;
8	(C) no condition on assistance for an indi-
9	vidual or the individual's family shall be im-
10	posed in connection with enforcing penalties de-
11	scribed in section 409(a)(5) of such Act (42
12	U.S.C. $609(a)(5)$; and
13	(D) the penalties established under such
14	section 412(c) shall not apply with respect to
15	conduct engaged in during or with respect to
16	the applicable period.
17	(b) Application To Program Enforcement Pro-
18	VISIONS.—
19	(1) WAIVER OF CERTAIN PENALTIES.—The
20	Secretary shall not impose a penalty against a State
21	or Indian tribe under paragraph (3), (5), (9), (14),
22	or (15) of section 409(a) of such Act (42 U.S.C.
23	609(a)) with respect to any violation of a require-
24	ment described in such a paragraph that occurs dur-
25	ing or with respect to the applicable period.

- 1 (2) Corrective compliance Plans.—If a
 2 State or Indian tribe has a corrective compliance
 3 plan in effect during or with respect to the applica4 ble period that involves a violation for which a pen5 alty specified in paragraph (1) would be imposed,
 6 the Secretary shall—
 - (A) disregard the months occurring during the applicable period (and any portion of such months) for purposes of determining whether the State or Indian tribe has not, in a timely manner, corrected or discontinued, as appropriate, the violation pursuant to the corrective compliance plan accepted by the Secretary; and
 - (B) consult with the State or Indian tribe on modifications to the corrective compliance plan for how the State will correct or discontinue, as appropriate, the violation and how the State will ensure compliance with the requirements of part A of title IV of the Social Security Act (42 U.S.C. 601 et seq.) after the applicable period ends.

(c) Penalty for Noncompliance.—

(1) IN GENERAL.—Subject to the succeeding provisions of this subsection, if the Secretary finds that during or with respect to the period that begins

- 1 on the date of enactment of this section and ends on 2 November 30, 2020, a State or an Indian tribe has 3 imposed a penalty waived under subsection (a), in-4 cluding denying, reducing, terminating, or condi-5 tioning assistance under a program funded under 6 part A of title IV of the Social Security Act or any 7 program funded with qualified State expenditures 8 (as defined in section 409(a)(7)(B)(i) of such Act 9 (42 U.S.C. 609(a)(7)(B)(i))), the Secretary shall re-10 duce the grant payable to the State under section 11 403(a)(1) of such Act (42 U.S.C. 603(a)(1)) or the 12 grant payable to the tribe under section 412(a)(1) of 13 such Act (42 U.S.C. 612(a)(1)) for fiscal year 2021 14 by an amount equal to 5 percent of the State or 15 tribal family assistance grant (as applicable).
 - (2) Penalty based on severity of failure.—The Secretary shall impose reductions under paragraph (1) with respect to fiscal year 2021 based on the degree of noncompliance.
 - (3) APPLICATION OF AGGREGATE PENALTY LIMIT.—For purposes of section 409(d) of the Social Security Act (42 U.S.C. 609(d)), paragraph (1) of this subsection shall be considered to be included in section 409(a) of such Act.
- 25 (d) Definitions.—In this section:

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1	(1) Applicable period.—The term "applica-
2	ble period" means the period that begins on October
3	1, 2019, and ends on November 30, 2020.
4	(2) Other terms.—Each other term has the
5	meaning given the term for purposes of part A of
6	title IV of the Social Security Act (42 U.S.C. 601
7	et seq.).
8	SEC. 3. CORONAVIRUS EMERGENCY ASSISTANCE GRANTS
9	FOR LOW-INCOME FAMILIES.
10	Title VI of the Social Security Act (42 U.S.C. 801
11	et seq.), as added by section 5001(a) of division A of the
12	Coronavirus Aid, Relief, and Economic Security Act (Pub-
13	lic Law 116–136), is amended by adding at the end the
14	following:
15	"SEC. 602. CORONAVIRUS EMERGENCY ASSISTANCE
16	GRANTS FOR LOW-INCOME FAMILIES.
17	"(a) In General.—Subject to the succeeding provi-
18	sions of this section, each emergency grant State shall be
19	entitled to receive from the Secretary a grant pursuant
20	to this section for the period beginning on April 1, 2020,
21	and ending on September 30, 2021, in the amount deter-
22	mined for the State under subsection (b).
23	"(b) Amount of Grants.—
24	"(1) In General.—Subject to paragraphs (2),
	(1) IN GENERAL. Subject to paragraphs (2),

1	gency grant State for the period described in sub-
2	section (a) shall be the amount equal to the product
3	of—
4	"(A) the amount appropriated in para-
5	graph (1) of subsection (h) that remains after
6	the application of paragraph (2) of that sub-
7	section; and
8	"(B) the quotient of—
9	"(i) the number of individuals in fam-
10	ilies with income below the poverty line in
11	the State in the most recent year for which
12	data are available from the Bureau of the
13	Census; and
14	"(ii) the number of individuals in
15	families with income below the poverty line
16	in all States (other than States specified in
17	subsection $(h)(2)(A)$ in such year.
18	"(2) Other states.—The amount of the
19	grant for an emergency grant State specified in sub-
20	section (h)(2)(A) shall be based on such poverty
21	data as the Secretary determines appropriate.
22	"(3) Redistribution of unused funds.—
23	The Secretary shall redistribute, under a procedure
24	and methodology the Secretary determines appro-
25	priate, funds available for payments to emergency

1	grant States under this section for which, as of July
2	30, 2021, States have not applied to be paid to other
3	emergency grant States that apply for payment from
4	such funds.
5	"(4) Inclusion of families of 1.—For pur-
6	poses of paragraphs (1), (2), and (3), in determining
7	the number of individuals in families with income
8	below the poverty line in a State, the Secretary shall
9	take household composition into account and shall
10	treat a single individual as a family of 1, without re-
11	gard to whether the household of the individual is
12	composed of more than 1 family.
13	"(c) Use of Funds.—
14	"(1) In general.—An emergency grant State
15	receiving a grant under this section shall only use
16	the grant funds for the following:
17	"(A) To provide short-term cash, non-cash,
18	or in-kind emergency disaster relief (as appro-
19	priate) to—
20	"(i) help eligible families address and
21	avoid emergencies with respect to basic
22	needs;
23	"(ii) prevent or remedy household
24	emergencies of eligible families, such as

1	evictions, foreclosures, forfeitures, and ter-
2	minations of utility services; and
3	"(iii) help eligible families address and
4	avoid emergencies so that children may be
5	cared for in their own homes or in the
6	homes of relatives.
7	"(B) To ensure the safety and well-being
8	of all individuals during the period of a Federal
9	or State emergency declaration concerning
10	Coronavirus Disease 2019 (COVID-19), by pro-
11	viding subsidized jobs for individuals who are
12	members of eligible families that can be per-
13	formed remotely or are deemed essential (with
14	individuals provided proper personal protective
15	equipment and complying with Federal and
16	State social distancing guidelines).
17	"(C) To provide subsidized employment for
18	individuals who are members of eligible families
19	after the period of a Federal or State emer-
20	gency declaration concerning Coronavirus Dis-
21	ease 2019 (COVID-19) ends (when safe to do
22	so, taking into account the need to prevent the
23	spread or reoccurrence of coronavirus).

1	"(2) Nondisplacement.—An emergency grant
2	State receiving a grant under this section shall not
3	use the grant funds to—
4	"(A) displace or replace an employee, posi-
5	tion, or volunteer, or to partially displace or re-
6	place an employee, position or volunteer, such
7	as through a reduction in hours, wages, or em-
8	ployment benefits;
9	"(B) displace or replace an employee par-
10	ticipating in a strike, collective bargaining or
11	union activities, or union organizing; or
12	"(C) displace or replace an employee who
13	was furloughed or unable to work due to the
14	public health emergency with respect to the
15	Coronavirus Disease 2019 (COVID-19) (includ-
16	ing due to illness, measures taken to avoid in-
17	fection, or needing to provide care for another
18	individual).
19	"(3) Nondiscrimination.—An emergency
20	grant State receiving a grant under this section shall
21	not employ any policies or practices that have the ef-
22	fect of making any eligible family less likely to re-
23	ceive assistance by reason of race, sex, religious
24	creed, national origin, or political affiliation.

"(4) PROTECTING OTHER BENEFITS.—For purposes of any Federal, State, or local law, including those for purposes of public assistance programs and taxation, any benefit provided under paragraph (1)(A) for an eligible family shall be treated as short-term, non-cash, in-kind emergency disaster relief without regard to the form in which the benefit is provided and shall be disregarded from income.

"(d) STATE LETTER OF INTENT.—

"(1) IN GENERAL.—In order to receive a payment for a fiscal year quarter from the grant determined for an emergency grant State under this section, a State shall submit a letter of intent to the Secretary, not later than 30 days before the first day of each such quarter (or, in the case of a quarter that has started or will start within 30 days of the date of enactment of this section, a State shall submit a letter of intent to the Secretary not later than 15 days after such date of enactment in order to receive an emergency grant for that quarter) that—

"(A) specifies the amount of funds requested by the State for a quarter;

1	"(B) describes how the State will use the
2	funds to assist eligible families during the quar-
3	ter; and
4	"(C) describes how funds provided will not
5	supplant any existing expenditures or programs
6	funded or administered by the State.
7	"(2) Public availability.—The State shall
8	make the letter of intent submitted by the State
9	under this subsection available to the public.
10	"(3) No delay of payments; hold harm-
11	LESS.—
12	"(A) IN GENERAL.—The Secretary shall
13	make payments by the applicable deadline
14	under subsection (f)(2) to each State that sub-
15	mits a letter of intent for a quarter by the ap-
16	plicable deadline under paragraph (1), without
17	regard to whether the Secretary has issued the
18	guidance required under subsection $(f)(1)$.
19	"(B) Hold harmless.—A State that uses
20	funds paid to the State for any quarter occur-
21	ring prior to the issuance of the guidance re-
22	quired under subsection (f)(1) consistent with
23	the letter of intent submitted by the State for
24	the quarter and the State's good faith interpre-

tation of the requirements of this section, shall

1 not be penalized under subsection (f)(3) or in 2 any other manner if, after such guidance is 3 issued, the Secretary determines the State did 4 not use the funds consistent with such guid-5 ance. 6 "(e) Reports.— "(1) State reports.— Not later than Janu-7 8 ary 1, 2022, each emergency grant State shall sub-9 mit a report to the Secretary on how the State used 10 the grant funds received by the State in such form 11 and manner, and containing such information, as 12 the Secretary shall require. 13 "(2) REPORT TO CONGRESS.—Not later than September 30, 2022, the Secretary shall submit a 14 15 report to Congress on the grants made under this 16 section based on the reports submitted under para-17 graph (1). 18 "(f) MISCELLANEOUS.— 19 "(1) Expedited implementation.—The Sec-20 retary shall implement this section as quickly as rea-21 sonably possible, pursuant to the issuance of appro-22 priate guidance to States. "(2) Timely distribution of grants.— 23 "(A) INITIAL PAYMENTS.—Not later than 24 25 30 days after the date of enactment of this section, the Secretary shall pay each State that is an emergency grant State as of such date, the grant payable to such State for the 3rd quarter of fiscal year 2020.

"(B) Subsequent payments.—The Secretary shall continue to make payments not later than the first day of each quarter to emergency grant States under this section for the 4th quarter of fiscal year 2020 and each quarter of fiscal year 2021.

"(3) Misuse of funds.—

- "(A) IN GENERAL.—If the Secretary determines that an emergency grant State has used grant funds received by the State in violation of the requirements of this section, the State shall remit to the Secretary an amount equal to the amount so used.
- "(B) APPLICATION OF APPEAL PROCE-DURES.—Section 410 shall apply to a determination by the Secretary under subparagraph (A) in the same manner as such section applies to an imposition of a penalty under section 409.
- 23 "(g) Definitions.—In this section:
 - "(1) ELIGIBLE FAMILIES.—The term 'eligible family' means a family (including a family of one)—

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1 "(A) whose monthly income, as of the date 2 on which the family applies for emergency disaster relief or subsidized employment, does not 3 4 exceed 200 percent of the poverty line applica-5 ble to a family of the size involved (as deter-6 mined under section 673(2) of the Community 7 Services Block Grant Act (42 U.S.C. 9902(2))); 8 and

- "(B) that has been adversely affected by the public health emergency with respect to the Coronavirus Disease 2019 (COVID-19) (including due to illness, economic disruption, measures taken to avoid infection, or needing to provide care for another individual).
- "(2) EMERGENCY GRANT STATE.—The term 'emergency grant State' means a State that submits a letter of intent containing the information specified in subsection (d)(1) to the Secretary with respect to a fiscal year quarter by the submission deadline for such quarter.
- "(3) STATE.—The term 'State' has the meaning given that term in section 419(5) and includes the Commonwealth of the Northern Mariana Islands and Indian tribes as defined in section 419(4).
- 25 "(h) APPROPRIATION.—

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"(1) IN GENERAL.—Out of any money in the
Treasury of the United States not otherwise appropriated, there are appropriated for the period beginning on April 1, 2020, and ending on September 30,
2021, \$10,000,000,000 for grants under this section.

"(2) Reservation of funds.—

"(A) CERTAIN TERRITORIES.—The Secretary shall reserve 3.5 percent of the amount appropriated under paragraph (1) for grants to Guam, American Samoa, the United States Virgin Islands, the Commonwealth of the Northern Mariana Islands, and Indian tribes (as defined in section 419(4)).

"(B) TECHNICAL ASSISTANCE.—The Secretary shall reserve \$500,000 of the amount appropriated under paragraph (1) to provide technical assistance to States and Indian tribes with respect to the emergency grants made under this section.".

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