FEDERAL RESERVE BANK OF SAN FRANCISCO

Community Investments Vol. 9, Issue 2 Welfare Reform at a Glance - What Changed?

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Old Welfare System	New Welfare System
AFDC - The program entitled all	TANF* - The program has a lifetime
needy families and individuals to	eligibility limit of five years.
federal and state assistance. In some	Assistance cannot be provided to
cases, there were work requirements	families where an adult has received
attached to the benefits however,	a total of 60 consecutive or
there were no time limits on benefits.	nonconsecutive months of TANF
	benefits. States have the option to
	set lower lifetime limits.
The program expense was a shared	States are allowed to exempt up to
burden assumed by states and the	20% of their TANF caseload from the
federal government.	lifetime limit for hardship reasons.
Federal regulations governed the	Funded through block grants to the
fundamental tenants of the program.	states. Block grants total \$16.4
	billion annually for the country, with
	no funding for job training and job
	placement efforts.
Food Stamps	Food Stamps*
Entitlement for eligible persons with	Entitlement for eligible persons. Total
no time limit on benefits. No work	benefits are reduced by 3% for all
requirements imposed for recipients.	recipients and imposes work
	requirements for childless adults.
	TANF families will remain eligible for
	Food Stamps even when their TANF

	benefits end.
Legal Immigrants meeting all other	Most legal immigrants, and
eligibility requirements may receive	specifically those who arrived in the
benefits.	U.S. after 8/22/96 or those who were
Serience:	not receiving benefits prior to
	8/22/96, are not eligible for Food
	Stamps until they become citizens.
No age-based requirements imposed	Persons 18-50 years old without
for eligible adults.	children at home who are able to
To engine additor	work are entitled to Food Stamps for
	only 3 months during every 36-
	month period. The 3-month
	timetable starts the day official
	notice is received from the local or
	state Department of Social Services.
Military personnel distinctions not	Military personnel or veterans who
applicable under the former food	are honorably discharged (and their
stamp program.	spouses or unmarried dependent
	children) are permanently exempt.
Medicaid	Medicaid
Families who were eligible for AFDC	States can opt to terminate benefits
were automatically eligible for SSI	for adult TANF recipients who fail to
and State-administered medical	meet their TANF work requirements.
programs.	Children are excluded.
	Families not receiving TANF but who
	would have been eligible for AFDC
	are still eligible for State-
	administered medical programs.
Supplemental Security Income	Supplemental Security Income
(SSI)	(SSI)
Children living in families eligible for	The children's SSI program will be

AFDC were automatically qualified for	cut by \$8.2 billion. A narrowed
Medicaid or State-administered	definition of disabled for SSI
medical programs.	eligibility will end eligibility for or
	deny eligibility to 315,000 low-
	income children with disabilities. The
	Congressional Budget Office
	estimates that 15% of these children
	will also lose eligibility for Medicaid.
Immigrants otherwise eligible for SSI	Immigrants are ineligible until
were not made ineligible based on	citizenship. States must terminate
immigrant status.	SSI and Food Stamps at first
	scheduled recertification dates, which
	are staggered over the next year.

Information taken from Golden Gate University School of Law, the San Francisco Neighborhood Legal Assistance Foundation, Family Rights and Dignity, Asian Law Caucus, La Raza Centro legal, Asian and Pacific Islander American Health Forum, and the Northern California Coalition for Immigrants Rights: A Training for Trainers on New Welfare Reform Law, September 26, 1996. To receive a copy of this document please write: San Francisco Neighborhood Legal Assistance Foundation, 225 Bush Street, 7th Floor, San Francisco, CA 94104.

^{*} For additional information on important exceptions to the new Federal regulations, please refer to the resources indicated above.