

	FIRST REG	ULAR SESSION	
ONE	HUNDRED AND	TWELFTH LEGISLAT	URE
Legislative Docu	ment		No. 786
S.P. 297		In Senate,	February 28, 1985
Referred to th concurrence and or		luman Resources. Sent	down for
	J	IOY J. O'BRIEN, Secr	etary of the Senate
Presented by Senat Cosponsored b	or Berube of And by Senator Carpen		
	STATE	OF MAINE	
NIN		R OF OUR LORD D AND EIGHTY-FIV	7E
AN ACT to	Clarify the	General Assista	nce Law.
Be it enacted follows:	by the Peop	le of the State	of Maine as
<b>Sec. 1.</b> 1983, c. 577		01, sub-§3, as ended to read:	enacted by PL
person who is from a munic bility determ or not that ance. <u>Any pe</u> lege, univers cal training, purpose other ineligible t education or	qualified t ipality acco ined by the person has rson regular ity or a cou all beyond than to obt o receive g training is	"Eligible perso o receive genera rding to standar municipal offic applied for ger ly attending a s rse of vocationa the secondary le ain a high schoo eneral assistance part of the mur described in sec	al assistance ads of eligi- ers whether heral assist- achool, col- al or techni- evel, for any al diploma is be unless the hicipal work

Sec. 2. 22 MRSA §4301, sub-§7, as enacted by PL
 1983, c. 577, §1, is amended to read:

3 7. Income. "Income" means any form of income in cash or in kind received by the household, including 4 net remuneration for services performed, any payments 5 6 received as an annuity, retirement or disability benefits, veterans' pensions, workers' compensation, un-7 employment benefits, benefits under any state or fed-8 9 eral categorical assistance program, supplemental se-10 curity income, social security and any other payments 11 from governmental sources, unless specifically prohibited by any law or regulation, court ordered sup-12 port payments, income from pension or trust funds and 13 14 household income from any other source, including 15 relatives or unrelated household members.

16 The following items are not available within the 17 meaning of this subsection and subsection 10:

- 18 A. Income property, tools of trade, governmental
  19 entitlement specifically treated as exempt assets
  20 by state or federal law;
- 21 B. Actual work-related expenses, whether itemized or by standard deduction, such as taxes, retirement fund contributions, union dues, transportation costs to and from work, special equipment costs and child care expenses; or
- 26 C. Income of children below the age of 18 years
  27 who are full-time students and who are not work28 ing full time.

29 In determining need, income shall be eensidered available for the week, weeks, month or months it was 30 31 intended to cover when it was received by the appli-32 eant or members of the applicant's household. The consideration shall not disqualify an applicant who 33 has exhausted his income to purchase basic necessi-34 35 ŧies-

36 Sec. 3. 22 MRSA §4301, sub-§10, as enacted by PL 37 1983, c. 577, §1, is amended to read: 1 10. Need. "Need" means the condition whereby a 2 person has insufficient person's income, money, prop-3 erty, credit, assets or other means available 4 resources to provide basic necessities for the indi-5 vidual and the individual's family are less than the 6 standards established by the municipality.

7 In determining need, income shall be considered available for the week, weeks, month or months it was 8 received. If the total amount of income a person re-9 10 ceives or expects to receive in any 30-day period exceeds the standards established in the municipal or-11 dinance, the person will not be considered in need. 12 13 This consideration will not disqualify a person who has exhausted his income to purchase basic necessi-14 15 ties.

Sec. 4. 22 MRSA §4308, as enacted by PL 1983, c. 577, §1, is repealed and the following enacted in its place:

19 §4308. Applications

20 In order to receive assistance from any municipality, the applicant or a duly authorized represen-21 tative must make written application to the overseer, 22 23 except that, in an emergency, the application may be 24 made verbally and assistance shall be granted temporarily. Further assistance shall be granted upon 25 completion of a written application and determination 26 27 of eligibility.

1. Initial; subsequent applications. Any person
who makes an application for assistance, who has not
applied for assistance during the previous 6 months,
shall have his eligibility determined on the basis of
need. All subsequent applications within 6 months
shall be considered in accordance with this chapter
and the municipal ordinance.

2. Emergencies. A person who requests assistance in an emergency situation will be considered eligible for assistance, although he would be otherwise ineligible, provided that he is not currently disqualified due to a violation of the general assistance program. It will not be considered an emergency when a person requests assistance with a bill for a basic necessity that is more than one month old if the person had sufficient income, resources or assets to pay for the basic necessity when the bill was received. A person who requests emergency assistance is responsible for demonstrating that he did not have sufficient income, resources or assets to pay for the bill when it was received.

8 Sec. 5. 22 MRSA §4311, sub-§1, as enacted by PL 9 1983, c. 577, §1, is amended to read:

10 Departmental reimbursement. When a municipal-11 ity incurs net general assistance costs in any fiscal 12 year in excess of .0003 of that municipality's 1981 13 state valuation as determined by the State Tax Asses-14 sor in the statement filed by him as provided in Ti-15 tle 36, section 381, the Department of Human Services shall reimburse the municipality for 90% 100% of the 16 amount in excess of these expenditures, 10% of 17 which 18 will be used for the cost of administering this chap-19 ter. The department shall reimburse a municipality 20 only when the department finds that the municipality 21 has been in compliance with all requirements of this 22 chapter. If a municipality elects to determine need 23 without consideration of funds distributed from any 24 municipally-controlled trust fund which must other-25 wise be considered for purposes of this chapter, the 26 department shall reimburse the municipality for 66 27 2/3% of the amount in excess of such expenditures 28 when the department finds that the municipality has 29 otherwise been in compliance with all requirements of 30 this chapter.

31 Sec. 6. 22 MRSA §4316, as amended by PL 1983, c. 32 697, §§1 and 2, is repealed.

33

Sec. 7. 22 MRSA §4316-A is enacted to read:

34 §4316-A Work requirement

35 1. Condition of eligibility. After an initial 36 application, recipients may receive assistance if 37 they are eligible, provided that they fulfill the 38 work requirement in accordance with this chapter and 39 the municipal ordinance. Recipients are required to register for work, search
 for employment, accept employment and not quit work.
 Any recipient who does not comply with the work re quirement, without just cause, shall be ineligible to
 receive assistance for up to 60 days.

2. Municipal work program. A municipality may 6 7 require that an otherwise eligible person who is ca-8 pable of working be required to perform work for the municipality as a condition of receiving general as-9 10 sistance. The municipality may also assign recipients to participate in a training or educational pro-11 12 gram that is expected to lead to employment, or as-13 sign recipients to work at a nonprofit organization 14 at the request of that organization.

A person who refuses or fails to perform, without just cause, an assignment under this subsection, or who willfully performs the assignment below average standards, shall be ineligible to receive assistance for up to 60 days. This work requirement shall be subject to the following.

- 21A. No person may be required to do any amount of22work that exceeds the value of the general as-23sistance he is eligible to receive, the value of24which is computed at a rate at least equal to the25state's minimum wage.
- 26B. In no case may a person performing work under27this subsection replace regular employees.
- 28 C. In no case may a person in need of emergency
   29 assistance be required to perform work under this
   30 subsection prior to receiving general assistance.
- 31D. Any expenses related to work performed under32this subsection shall be considered in determin-33ing the amount of net general assistance to be34provided to the person.
- 35 <u>E. General assistance provided by a municipality</u>
   36 <u>for work performed under this subsection shall</u>
   37 <u>be:</u>
- 38(1) Included in the reimbursable net gener-39al assistance costs; and

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1 2 3	(2) Itemized separately in reports to the Department of Human Services under section 4311.
4	3. Just cause. Just cause for failure to meet
5	work requirements or the use of potential resources
6	shall be found when there is reasonable and
7	verifiable_evidence of:
8	A. Physical or mental illness or disability;
9	B. Below-minimum wages;
10	C. Sexual harassment;
11	D. Physical or mental inability to perform re-
12	quired job tasks;
13 14	E. Inability to work required hours or to meet piece work standards;
15 16	F. Lack of transportation to and from work or training;
17	G. Inability to arrange for necessary child card
18	or care of ill or disabled family member;
19	H. Any reason found to be good cause by the Em-
20	ployment Security Commission; and
21 22	I. Any other evidence which is reasonable and appropriate.
23	The overseer shall not require medical verification
24	of medical conditions which are apparent or which are
25	of such short duration that a reasonable person would
26	not ordinarily seek medical attention. In any case
27	in which the overseer requires medical verification,
28	and the applicant has no means of obtaining such ver-
29	ification, the overseer shall grant assistance for
30	the purpose of obtaining that verification.
31	4. Limitations. In no case may the work re-
32	quirement interfere with a person's:
33	A. Existing employment, or his ability to attend
34	a bona fide job interview or pursue a job offer;

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- 1B. Participation in a primary or secondary edu-2cation program intended to lead to a high school3diploma; or
- 4 C. Participation in an apprenticeship or train-5 ing program sponsored by the State Government or 6 Federal Government.

7 5. Eligibility regained. A person who has been 8 disqualified for not complying with the work require-9 ment may regain his eligibility by becoming employed 10 or by complying with the requirement which he vio-11 lated.

- Sec. 8. 22 MRSA §4318, as enacted by PL 1983, c.
   577, §1, is repealed.
- 14 Sec. 9. 22 MRSA §4318-A is enacted to read:
- 15 §4318-A. Recovery of expenses

16 1. Civil action. A municipality or the State, 17 which has incurred general assistance program costs for the support of any eligible person, may recover 18 19 the full amount expended for that support from the 20 recipient in a civil action. In no case may a municipality or the State be authorized to recover through 21 a civil action, the full or part of, the amount ex-pended for the support of the recipient. As a re-22 23 sult of the repayment of that amount, the recipient 24 25 would, in all probability, again become eligible for 26 general assistance.

27 2. Direct reimbursement. When assistance is granted to a person who has a right to apply or who 28 29 has applied for benefits from any source, including, but not limited to, accident or health insurance, 30 workers' compensation or other disability insurance, 31 the overseer shall require the recipient to assign 32 his right to the benefits up to the amount of assist-33 ance granted subsequent to the date upon which 34 the 35 right first existed. The municipality shall notify any potentially liable 3rd party of the existence 36 of 37 the assignment. The assignment may be enforced in 38 any court of competent jurisdiction.

1 3. Method of recovery. A municipality may em-2 ploy either or both of the methods of reimbursement 3 described in subsections 1 and 2. Nothing in this 4 section prevents a municipality from also seeking re-5 imbursement pursuant to section 4319 at the same 6 time.

7 Sec. 10. 22 MRSA §4320, 2nd ¶, as repealed and 8 replaced by PL 1983, c. 697, §3, is amended to read:

9 The municipal officers, their designee or the State shall file a notice of the lien with the regis-10 11 ter of deeds of the county wherein the property is located within 30 days of making a mortgage payment. 12 13 That filing shall secure the municipality or state's 14 lien interest for an amount equal to the sum of that 15 mortgage payment and all subsequent mortgage payments 16 made on behalf of the same eligible person. Not less 17 than 10 days prior to the filing, the municipal offi-18 cers, their designee or the State shall send notifi-19 cation of the proposed action by certified mail, re-20 turn receipt requested, to the owner of the real es-21 tate and any record holder of the mortgage. The lien 22 notification shall clearly inform the recipient of 23 the limitations upon enforcement contained in this 24 section; it shall also contain the title, address and telephone number of the municipal official 25 who 26 granted the assistance. A new written notice includ-27 ing these provisions shall be given to the recipient 28 each time the amount secured by the lien is in-29 The lien shall be effective until enforced creased. 30 by an action for equitable relief or until dis-31 charged.

## STATEMENT OF FACT

2 The purpose of this bill is to clarify the eligi-3 bility conditions of the general assistance program.

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4 Section 1 specifically states that students at-5 tending school beyond the secondary level are ineli-6 gible to receive general assistance unless they are 7 in a training program sponsored by the State Govern-8 ment or Federal Government, or unless their education 9 is part of the municipal work-for-welfare program.

10 Sections 2 and 3 repeal a paragraph relating to the determination of need in the Maine Revised Stat-11 utes, Title 22, section 4301, subsection 7 and trans-12 13 fer it to the Maine Revised Statutes, Title 22, section 4301, subsection 10. This subsection clarifies 14 that a person is in need if his income, resources and 15 16 assets are less than the standards established in the 17 municipal ordinance. Further, it clarifies that when 18 determining need, income will be considered available for the period it was received, but if the cumulative 19 20 total of income received during the 30-day period 21 meets or exceeds the maximum income level in the ordinance and the person does not have a deficit, 22 he 23 will not be considered in need.

24 In 1983, the 111th Legislature adopted the policy that the first time people applied for general as-25 26 sistance, need would be the only eligibility condition; thereafter, as a recipient, people would have 27 28 to meet all other eligibility conditions including, 29 requirements to work, make use of available resources, use income for basic necessities and not 30 commit fraud. Section 4 retains that policy, howev-31 32 er, it clarifies that need is determined in accord-33 ance with the standards established in the municipal 34 ordinance.

35 Section 4 also clarifies what constitutes an 36 emergency. The emergency provision is an integral 37 component of the general assistance program since it 38 serves as a "safety net." As currently written, the 39 emergency provision allows people to circumvent the 40 intent of the law. Section 4 addresses the issue of 41 "back bills" and clarifies that municipalities are 1 not responsible for such bills if the person had sufficient income or resources to pay for the bill when 3 it was received.

4 Section 5 allows municipalities which exceed the 5 base level in expenditures for general assistance 6 grants to receive an additional 10% to be used to de-7 fray the cost of administering the state mandated 8 general assistance program that is becoming increas-9 ingly expensive.

10 Section 7 rearranges and clarifies the section 11 relating to the work requirement. A major substan-12 tive change occurs which allows municipalities to as-13 sign people to work at nonprofit organizations as 14 part of the work-for-welfare program. This change 15 expands the number and types of job assignments, and 16 help general assistance recipients gain useful job 17 skills.

Section 9 eliminates some inconsistencies related 18 ability of municipalities to recover the 19 to the 20 amount of assistance granted. It allows municipalities to require people who are awaiting an insurance 21 22 settlement, workers' compensation benefits or similar payments to provide for the assignment of the amount 23 24 of the assistance that was received during the wait-25 ing period.

Section 10 allows the municipal officers to designate a person, such as the overseer, to file notices of liens when the municipality pays for a mortgage with general assistance funds. The current requirement that the municipal officers must sign the notices is cumbersome.

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