LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

301 State House
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FISCAL IMPACT STATEMENT

LS 7955 | **DATE PREPARED:** Jan 19, 1999
BILL NUMBER: HB 1753 | **BILL AMENDED:**

SUBJECT: Indiana Family Development Network.

FISCAL ANALYST: Ron Sobecki
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FUNDS AFFECTED: **GENERAL**
DEDICATED
X **FEDERAL**

IMPACT: State

Summary of Legislation: This bill establishes the Indiana Family Development Network as a three year pilot project to be administered by the Division of Family and Children (DFC). The bill provides that the network is to assist households with annual income of not more than 200% of the federal poverty level gain access to a variety of social services and assistance programs. It requires the Division of Family and Children to select community action agencies to provide services. The bill requires the Division of Family and Children to report to the Legislative Council by December 1, 2001, regarding the effect of the network. It requires the Division of Family and Children to expend $7.5 million dollars of the funds appropriated for Temporary Assistance to Needy Families (TANF) to administer the Network from July 1, 1999, to June 30, 2002.

Effective Date: July 1, 1999.

Explanation of State Expenditures: This bill requires the DFC to administer the Indiana Family Development Network. The Network is created to assist families with annual income of not more than 200% of the federal poverty level to gain access to a number of services and assistance programs. The DFC shall select community action agencies to provide the services required. The DFC is required to report the effect of this program to the Legislative Council by December 1, 2001. The bill requires the DFC to spend $7.5 million of TANF funds for the administration of the Network.

Indiana receives approximately $206.7 million from the TANF block grant on an annual basis. TANF funds are currently being used for purposes such as the following: cash grants to TANF recipients, expenditures in the IMPACT program, child care assistance, welfare reform automation efforts, Indiana Client Eligibility System expenses, Electronic Benefit Transfer system expenses, as well as for other purposes. In addition to anticipated FFY1999 expenditures from the block grant and as part of the $206.7 million, approximately $20 Million is anticipated to be kept in reserve on account in the Federal treasury. These reserve funds are not earmarked for expenditure at this time.

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected: Family and Social Services Administration, Division of Family and Children.

Local Agencies Affected:

Information Sources: