LEGISLATURE OF NEBRASKA

ONE HUNDRED NINTH LEGISLATURE

FIRST SESSION

## **LEGISLATIVE BILL 192**

Introduced by Quick, 35; Cavanaugh, J., 9; Cavanaugh, M., 6; DeBoer, 10; Dungan, 26; Fredrickson, 20; Spivey, 13.

Read first time January 13, 2025

Committee: Health and Human Services

- A BILL FOR AN ACT relating to the Supplemental Nutrition Assistance
   Program; to amend section 68-1017.02, Revised Statutes Cumulative
   Supplement, 2024; to remove a sunset date; and to repeal the
   original section.
- 5 Be it enacted by the people of the State of Nebraska,

Section 1. Section 68-1017.02, Revised Statutes Cumulative
 Supplement, 2024, is amended to read:

3 68-1017.02 (1)(a) The Department of Health and Human Services shall apply for and utilize to the maximum extent possible, within limits 4 established by the Legislature, any and all appropriate options available 5 to the state under the federal Supplemental Nutrition Assistance Program 6 and regulations adopted under such program to maximize the number of 7 8 Nebraska residents being served under such program within such limits. 9 The department shall seek to maximize federal funding for such program and minimize the utilization of General Funds for such program and shall 10 employ the personnel necessary to determine the options available to the 11 state and issue the report to the Legislature required by subdivision (b) 12 of this subsection. 13

(b) The department shall submit electronically an annual report to 14 the Health and Human Services Committee of the Legislature by December 1 15 on efforts by the department to carry out the provisions of this 16 subsection. Such report shall provide the committee with all necessary 17 and appropriate information to enable the committee to conduct a 18 meaningful evaluation of such efforts. Such information shall include, 19 but not be limited to, a clear description of various options available 20 to the state under the federal Supplemental Nutrition Assistance Program, 21 the department's evaluation of and any action taken by the department 22 with respect to such options, the number of persons being served under 23 24 such program, and any and all costs and expenditures associated with such 25 program.

(c) The Health and Human Services Committee of the Legislature, after receipt and evaluation of the report required in subdivision (b) of this subsection, shall issue recommendations to the department on any further action necessary by the department to meet the requirements of this section.

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(2)(a) The department shall develop a state outreach plan to promote

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1 access by eligible persons to benefits of the Supplemental Nutrition 2 Assistance Program. The plan shall meet the criteria established by the 3 Food and Nutrition Service of the United States Department of Agriculture 4 for approval of state outreach plans. The Department of Health and Human 5 Services may apply for and accept gifts, grants, and donations to develop 6 and implement the state outreach plan.

7 (b) For purposes of developing and implementing the state outreach plan, the department shall partner with one or more counties or nonprofit 8 9 organizations. If the department enters into a contract with a nonprofit organization relating to the state outreach plan, the contract may 10 specify that the nonprofit organization is responsible for seeking 11 sufficient gifts, grants, or donations necessary for the development and 12 13 implementation of the state outreach plan and may additionally specify that any costs to the department associated with the award and management 14 of the contract or the implementation or administration of the state 15 16 outreach plan shall be paid out of private or federal funds received for 17 development and implementation of the state outreach plan.

(c) The department shall submit the state outreach plan to the Food 18 19 and Nutrition Service of the United States Department of Agriculture for approval on or before August 1, 2011, and shall request any federal 20 matching funds that may be available upon approval of the state outreach 21 22 plan. It is the intent of the Legislature that the State of Nebraska and 23 the Department of Health and Human Services use any additional public or 24 private funds to offset costs associated with increased caseload 25 resulting from the implementation of the state outreach plan.

The department shall be from 26 (d) exempt implementing or administering a state outreach plan under this subsection, but not from 27 28 developing such a plan, if it does not receive private or federal funds sufficient to department's costs associated 29 cover the with the implementation and administration of the plan, including any costs 30 associated with increased caseload resulting from the implementation of 31

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1 the plan.

(3)(a) It is the intent of the Legislature that:

3 (i) Hard work be rewarded and no disincentives to work exist for
4 Supplemental Nutrition Assistance Program participants;

5 (ii) Supplemental Nutrition Assistance Program participants be 6 enabled to advance in employment, through greater earnings or new, 7 better-paying employment;

8 (iii) Participants in employment and training pilot programs be able 9 to maintain Supplemental Nutrition Assistance Program benefits while 10 seeking employment with higher wages that allow them to reduce or 11 terminate such program benefits; and

12 (iv) Nebraska better utilize options under the Supplemental 13 Nutrition Assistance Program that other states have implemented to 14 encourage work and employment.

(b)(i) The department shall create a TANF-funded program or policy that, in compliance with federal law, establishes categorical eligibility for federal food assistance benefits pursuant to the Supplemental Nutrition Assistance Program to maximize the number of Nebraska residents being served under such program in a manner that does not increase the current gross income eligibility limit except as otherwise provided in subdivision (3)(b)(ii) of this section.

22 (ii) Such Except as otherwise provided in this subdivision, such TANF-funded program or policy shall increase the gross income eligibility 23 24 limit to one hundred sixty-five percent of the federal Office of 25 Management and Budget income poverty guidelines as allowed under federal law and under 7 C.F.R. 273.2(j)(2), as such law and regulation existed on 26 April 1, 2021, but shall not increase the net income eligibility limit. 27 28 Beginning October 1, 2025, the gross income eligibility limit shall return to the amount used prior to the increase required by this 29 subdivision. The department shall evaluate the TANF-funded program or 30 policy created pursuant to this subsection and provide a report 31

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1 electronically to the Health and Human Services Committee of the 2 Legislature and the Legislative Fiscal Analyst on or before December 15 3 of each year regarding the gross income eligibility limit and whether it 4 maximizes the number of Nebraska residents being served under the program 5 or policy. The evaluation shall include an identification and determination of additional administrative costs resulting from the 6 7 increase to the gross income eligibility limit, a recommendation 8 regarding the gross income eligibility limit, and a determination of the 9 availability of federal funds for the program or policy.

10 (iii) To the extent federal funds are available to the Department of Labor for the SNAP Next Step Program, until September 30, 2023, any 11 recipient of Supplemental Nutrition Assistance Program benefits whose 12 household income is between one hundred thirty-one and one hundred sixty-13 14 five percent of the federal Office of Management and Budget income poverty guidelines and who is not exempt from work participation 15 16 requirements shall be encouraged to participate in the SNAP Next Step Program administered by the Department of Labor if the recipient is 17 eligible to participate in the program and the program's services are 18 available in the county in which such household is located. It is the 19 intent of the Legislature that no General Funds be utilized by the 20 Department of Labor for the processes outlined in this subdivision (iii). 21 For purposes of this section, SNAP Next Step Program means a partnership 22 23 program between the Department of Health and Human Services and the 24 Department of Labor to assist under-employed and unemployed recipients of Supplemental Nutrition Assistance Program benefits in finding self-25 sufficient employment. 26

(iv) Such TANF-funded program or policy shall eliminate all asset limits for eligibility for federal food assistance benefits, except that the total of liquid assets which includes cash on hand and funds in personal checking and savings accounts, money market accounts, and share accounts shall not exceed twenty-five thousand dollars pursuant to the

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1 Supplemental Nutrition Assistance Program, as allowed under federal law 2 and under 7 C.F.R. 273.2(j)(2).

3 (v) This subsection becomes effective only if the department 4 receives funds pursuant to federal participation that may be used to 5 implement this subsection.

(c) For purposes of this subsection: 6

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(i) Federal law means the federal Food and Nutrition Act of 2008, 7 U.S.C. 2011 et seq., and regulations adopted under the act; and 8

9 (ii) TANF means the federal Temporary Assistance for Needy Families 10 program established in 42 U.S.C. 601 et seq.

(4)(a) Within the limits specified in this subsection, the State of 11 Nebraska opts out of the provision of the federal Personal Responsibility 12 and Work Opportunity Reconciliation Act of 1996, as such act existed on 13 14 January 1, 2009, that eliminates eligibility for the Supplemental Nutrition Assistance Program for any person convicted of a felony 15 involving the possession, use, or distribution of a controlled substance. 16

17 (b) A person shall be ineligible for Supplemental Nutrition Assistance Program benefits under this subsection if he or she (i) has 18 19 had three or more felony convictions for the possession or use of a controlled substance or (ii) has been convicted of a felony involving the 20 sale or distribution of a controlled substance or the intent to sell or 21 distribute a controlled substance. A person with one or two felony 22 convictions for the possession or use of a controlled substance shall 23 24 only be eligible to receive Supplemental Nutrition Assistance Program 25 benefits under this subsection if he or she is participating in or has completed a state-licensed or nationally accredited substance abuse 26 treatment program since the date of conviction. The determination of such 27 participation or completion shall be made by the treatment provider 28 administering the program. 29

Original section 68-1017.02, Revised Statutes Cumulative 30 Sec. 2. Supplement, 2024, is repealed. 31

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