

to me? It's not clear to me, and maybe it should be, but it's not clear to me, from reading the section.

SENATOR WESELY: Okay. Well, currently, the level is \$365 and so you would use the 365...

SENATOR BROMM: Excuse me, you mean on the day this law becomes effective?

SENATOR WESELY: Yeah, see that's currently the standard and we haven't changed it unless somebody would amend it on...

SENATOR BROMM: Okay.

SENATOR WESELY: ...the floor and that will be the standard in 1997 again unless the Legislature changes it.

SENATOR BROMM: Okay.

SENATOR WESELY: So 364 is the base, 1997 comes along and they would look back the previous two years and make an adjustment upward and typically that would be in the range of 5 percent a year, it looks like, over the past years. So they would make 5 percent a year increase, let's say, based on that, or whatever, and so now they would be \$36 more, so now they're...now they're at \$400. So...and then two years hence they would look what the Consumer Price Index has done and again make another adjustment.

SENATOR BROMM: Okay, and that...and what they're adjusting is the figure. The standard of need figure is how much money you can make and still qualify? Is that correct?

SENATOR WESELY: Right. It's below which...if you fall below that level then you can qualify for ADC, but, again, it's not for the full payment, it's...

SENATOR BROMM: Okay.

SENATOR WESELY: ...there's a formula that you have to follow.

SENATOR BROMM: Okay.

SENATOR WESELY: And then that's also the level, it's usually the level by which you get off of ADC.