## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## HOUSE BILL

No.


INTRODUCED BY MURT, BLOOM, BAKER, BOBACK, V. BROWN, BROWNLEE, COHEN, CUTLER, FEE, FREEMAN, GIBBONS, GOODMAN, GROVE, IRVIN, KAUFER, KAUFFMAN, LONGIETTI, McGINNIS, McNEILL, B. MILLER, MILNE, PASHINSKI, REED, ROSS, ROZZI, STEPHENS, TOOHIL, TOPPER, WATSON AND ZIMMERMAN, MAY 11, 2015

REFERRED TO COMMITTEE ON HEALTH, MAY 11, 2015

AN ACT

Amending the act of June 13, 1967 (P.L.31, No.21), entitled "An act to consolidate, editorially revise, and codify the public welfare laws of the Commonwealth," in public assistance, further providing for copayments for subsidized child care. The General Assembly of the Commonwealth of Pennsylvania hereby enacts as follows:

Section 1. Section 408.3 of the act of June 13, 1967 (P.L.31, No.21), known as the Public Welfare Code, added June 30, 2011 (P.L. 89, No.22), is amended to read:

Section 408.3. Copayments for Subsidized Child Care.--(a) Notwithstanding any other provision of law or departmental regulation, the parent or caretaker of a child enrolled in subsidized child care shall pay a copayment for the subsidized child care based on a percentage of the adjusted gross income of the family as specified in a copayment schedule established by the department pursuant to this section.
(b) The department shall publish a notice setting forth the
copayment schedule in the Pennsylvania Bulletin.
(c) In establishing the copayment amounts pursuant to this section, all of the following shall apply:
(1) Copayments shall be based upon a [sliding income scale] a percentage of income taking into account Federal poverty income guidelines. Copayments shall be updated annually.
(2) At the department's discretion, copayments may be imposed:
(i) for each child enrolled in subsidized child care;
(ii) based upon family size; or
(iii) in accordance with both subparagraphs (i) and (ii).
(3) Copayment amounts shall be a minimum of five dollars (\$5) per week and [may] shall increase in incremental amounts_ based on a percentage of adjusted gross income of the family, as determined by the department [taking into account annual family income].
(4) A family's annual copayment under either paragraph (1) or (2) shall not exceed:
(i) eight percent of the family's annual income if the family's annual income is one hundred percent of the Federal poverty income guideline or less; [or]
(ii) eleven percent of the family's annual income if the family's annual income [exceeds] is between one hundred percent of the Federal poverty income guideline[.] and two hundred and fifty percent of the Federal poverty income guideline;
(iii) thirteen percent of the family's annual income if the family's annual income is between two hundred and fifty percent of the Federal poverty income guideline and two hundred and seventy-five percent of the Federal poverty guideline; or
(iv) fifteen percent of the family's annual income if the
family's annual income exceeds two hundred and seventy-five percent of the Federal poverty income guideline. Notwithstanding this subsection, beginning with State fiscal year 2012-2013, the department may adjust the annual copayment percentages specified in this subsection by promulgation of final-omitted regulations under section 204 of the act of July 31, 1968 (P.L.769, No.240), referred to as the "Commonwealth Documents Law."
(5) A family that exceeds the minimum work requirements as a result of each parent, or in the case of a single parent household by the sole parent, performing additional wage-earning hours shall have a reduced copayment, so long as the reduction does not reduce the weekly copayment below that which is set under paragraph (3). This paragraph shall apply to a family that increases its average work week after the effective date of this paragraph. The reduction shall be applied as follows:
(i) For an average work week of at least twenty-five wageearning hours per parent, three-quarters of one percent reduction from the amount set under this subsection.
(ii) For an average work week of at least thirty wageearning hours per parent, a one and one-half percent reduction from the amount set under this subsection.
(iii) For an average work week of at least thirty-five wageearning hours per parent, two and one-quarter percent reduction from the amount set under this subsection.
(iv) For an average work week of at least forty wage-earning hours per parent, a three percent reduction from the amount set under this subsection.
(6) A family that has qualified for a reduction in the child care copayment shall provide documentation of its average work week hours every six months to continue to receive the child

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care copayment reduction.
    (7) A family that has previously qualified for a reduction
in the child care copayment shall continue to remain eligible
for subsidized child care if the family:
    (i) does not exceed three hundred percent of the Federal
poverty income guideline;
    (ii) has been in compliance with the requirements under
paragraph (6);
    (iii) continues to exceed the minimum work requirements by
performing additional wage-earning hours; and
    (iv) is current and remains current with making its
copayment to the caretaker.
    (8) The average work week of a family shall be calculated by
reviewing the family's income statements and taking the average
of the number of hours worked per parent over a six-month period
and dividing by twenty-six.
(d) Notwithstanding subsection (a), a parent or caretaker copayment may be waived in accordance with department
regulations.
    (e) As used in this section, "wage-earning hours" means
hours for which an individual is financially compensated by an
employer. The term does not include hours spent volunteering, in
education or in job training, unless those hours are compensated
as a condition of employment.
    Section 2. This act shall take effect in 60 days.
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