

**AMENDMENT IN THE NATURE OF A SUBSTITUTE
TO H.R. 5861
OFFERED BY MR. BRADY OF TEXAS**

Strike all after the enacting clause and insert the following:

1 SECTION 1. SHORT TITLE.

2 This Act may be cited as the “Jobs and Opportunity
3 with Benefits and Services for Success Act”.

4 SEC. 2. TABLE OF CONTENTS.

5 The table of contents of this Act is as follows:

- Sec. 1. Short title.
- Sec. 2. Table of contents.
- Sec. 3. References.
- Sec. 4. Re-naming of program.
- Sec. 5. Helping more Americans enter and remain in the workforce.
- Sec. 6. Expecting universal engagement and case management.
- Sec. 7. Promoting accountability by measuring work outcomes.
- Sec. 8. Targeting funds to truly needy families.
- Sec. 9. Targeting funds to core purposes.
- Sec. 10. Strengthening program integrity by measuring improper payments.
- Sec. 11. Prohibition on State diversion of Federal funds to replace State spending.
- Sec. 12. Inclusion of poverty reduction as a program purpose.
- Sec. 13. Welfare for needs not weed.
- Sec. 14. Strengthening accountability through HHS approval of State plans.
- Sec. 15. Aligning and improving data reporting.
- Sec. 16. Technical corrections to data exchange standards to improve program coordination.
- Sec. 17. Set-aside for economic downturns.
- Sec. 18. Definitions related to use of funds.
- Sec. 19. Elimination of obsolete provisions.
- Sec. 20. Effective date.

1 **SEC. 3. REFERENCES.**

2 Except as otherwise expressly provided, wherever in
3 this Act an amendment or repeal is expressed in terms
4 of an amendment to, or repeal of, a section or other provi-
5 sion, the reference shall be considered to be made to a
6 section or other provision of the Social Security Act.

7 **SEC. 4. RE-NAMING OF PROGRAM.**

8 (a) IN GENERAL.—The heading for part A of title
9 IV is amended to read as follows:

10 **“PART A—JOBS AND OPPORTUNITY WITH**
11 **BENEFITS AND SERVICES PROGRAM”.**

12 (b) CONFORMING AMENDMENTS.—

13 (1) The heading for section 403(a)(2)(B) (42
14 U.S.C. 603(a)(2)(B)) is amended by striking
15 “TANF” and inserting “JOBS”.

16 (2) The heading for section 413(a) (42 U.S.C.
17 613(a)) is amended by striking “TANF” and insert-
18 ing “JOBS”.

19 (3) The heading for section 471(e)(7)(B)(i) (42
20 U.S.C. 671(e)(7)(B)(i)), as in effect pursuant to the
21 amendment made by section 50711(a)(2) of division
22 E of the Bipartisan Budget Act of 2018 (Public
23 Law 115–123), is amended by striking “TANF”
24 and inserting “JOBS”.

1 **SEC. 5. HELPING MORE AMERICANS ENTER AND REMAIN IN**
2 **THE WORKFORCE.**

3 (a) FAMILY ASSISTANCE GRANTS.—Section
4 403(a)(1) (42 U.S.C. 603(a)(1)) is amended in each of
5 subparagraphs (A) and (C) by striking “2017 and 2018”
6 and inserting “2019 through 2023”.

7 (b) HEALTHY MARRIAGE PROMOTION AND RESPON-
8 SIBLE FATHERHOOD GRANTS.—Section 403(a)(2)(D) (42
9 U.S.C. 603(a)(2)(D)) is amended—

10 (1) by striking “2017 and 2018” and inserting
11 “2019 through 2023”; and

12 (2) by striking “for fiscal year 2017 or 2018”.

13 (c) TRIBAL FAMILY ASSISTANCE GRANTS.—Section
14 412(a)(1)(A) (42 U.S.C. 612(a)(1)(A)) is amended by
15 striking “2017 and 2018” and inserting “2019 through
16 2023”.

17 (d) IMPROVING ACCESS TO CHILD CARE TO SUPPORT
18 WORK.—Section 418(a)(3) (42 U.S.C. 618(a)(3)) is
19 amended by striking “\$2,917,000,000 for each of fiscal
20 years 2017 and 2018” and inserting “\$3,525,000,000 for
21 each of fiscal years 2019 through 2023”.

22 (e) GRANTS TO THE TERRITORIES.—Section
23 1108(b)(2) (42 U.S.C. 1308(b)(2)) is amended by striking
24 “2017 and 2018” and inserting “2019 through 2023”.

1 **SEC. 6. EXPECTING UNIVERSAL ENGAGEMENT AND CASE**
2 **MANAGEMENT.**

3 Section 408(b) (42 U.S.C. 608(b)) is amended to
4 read as follows:

5 “(b) INDIVIDUAL OPPORTUNITY PLANS.—

6 “(1) ASSESSMENT.—The State agency respon-
7 sible for administering the State program funded
8 under this part shall make an initial assessment of
9 the following for each work-eligible individual (as de-
10 fined in the regulations promulgated pursuant to
11 section 407(i)(1)(A)(i):

12 “(A) The education obtained, skills, prior
13 work experience, work readiness, and barriers
14 to work of the individual.

15 “(B) The well-being of the children in the
16 family of the individual and, where appropriate,
17 activities or services (such as services offered by
18 a program funded under section 511) to im-
19 prove the well-being of the children.

20 “(2) CONTENTS OF PLANS.—On the basis of
21 the assessment required by paragraph (1) of this
22 subsection, the State agency, in consultation with
23 the individual, shall develop an individual oppor-
24 tunity plan that—

25 “(A) includes a personal responsibility
26 agreement in which the individual acknowledges

1 receipt of publicly-funded benefits and responsi-
2 bility to comply with program requirements in
3 order to receive the benefits;

4 “(B) sets forth the obligations of the indi-
5 vidual to participate in work activities (as de-
6 fined in section 407(d)), and the number of
7 hours per month for which the individual will so
8 participate pursuant to section 407;

9 “(C) sets forth an employment goal and
10 planned short-, intermediate-, and long-term ac-
11 tions to achieve the goal, and, in the case of an
12 individual who has not attained 24 years of age
13 and is in secondary school or the equivalent, the
14 intermediate action may be completion of sec-
15 ondary school or the equivalent;

16 “(D) describes the job counseling and
17 other services the State will provide to the indi-
18 vidual to enable the individual to obtain and
19 keep employment in the private sector;

20 “(E) may include referral to appropriate
21 substance abuse or mental health treatment;
22 and

23 “(F) is signed by the individual.

1 “(3) TIMING.—The State agency shall comply
2 with paragraph (1) and (2) with respect to a work-
3 eligible individual—

4 “(A) within 180 days after the effective
5 date of this subsection, in the case of an indi-
6 vidual who, as of such effective date, is a recipi-
7 ent of assistance under the State program fund-
8 ed under this part (as in effect immediately be-
9 fore such effective date); or

10 “(B) within 60 days after the individual is
11 determined to be eligible for the assistance, in
12 the case of any other individual.

13 “(4) PENALTY FOR NONCOMPLIANCE BY INDI-
14 VIDUAL.—In addition to any other penalties required
15 under the State program funded under this part, the
16 State may reduce, by such amount as the State con-
17 siders appropriate, the amount of assistance other-
18 wise payable under the State program to a family
19 that includes an individual who fails without good
20 cause to comply with an individual opportunity plan
21 developed pursuant to this subsection, that is signed
22 by the individual.

23 “(5) PERIODIC REVIEW.—The State shall meet
24 with each work-eligible individual assessed by the

1 State under paragraph (1), not less frequently than
2 every 90 days, to—

3 “(A) review the individual opportunity plan
4 developed for the individual;

5 “(B) discuss with the individual the
6 progress made by the individual in achieving
7 the goals specified in the plan; and

8 “(C) update the plan, as necessary, to re-
9 flect any changes in the circumstances of the
10 individual since the plan was last reviewed.”.

11 **SEC. 7. PROMOTING ACCOUNTABILITY BY MEASURING**
12 **WORK OUTCOMES.**

13 (a) IN GENERAL.—Section 407(a) (42 U.S.C.
14 607(a)) is amended to read as follows:

15 “(a) PERFORMANCE ACCOUNTABILITY AND WORK
16 OUTCOMES.—

17 “(1) PURPOSE.—The purpose of this subsection
18 is to provide for the establishment of performance
19 accountability measures to assess the effectiveness of
20 States in increasing employment, retention, and ad-
21 vancement among families receiving assistance under
22 the State program funded under this part.

23 “(2) IN GENERAL.—A State to which a grant
24 is made under section 403 for a fiscal year shall
25 achieve the requisite level of performance on an indi-

1 cator described in paragraph (3)(B) of this sub-
2 section for the fiscal year.

3 “(3) MEASURING STATE PERFORMANCE.—

4 “(A) IN GENERAL.—Each State, in con-
5 sultation with the Secretary, shall collect and
6 submit to the Secretary the information nec-
7 essary to measure the level of performance of
8 the State for each indicator described in sub-
9 paragraph (B), for fiscal year 2020 and each
10 fiscal year thereafter, and the Secretary shall
11 use the information collected for fiscal year
12 2020 to establish the baseline level of perform-
13 ance for each State for each such indicator.

14 “(B) INDICATORS OF PERFORMANCE.—
15 The indicators described in this subparagraph,
16 for a fiscal year, are the following:

17 “(i) The percentage of individuals who
18 were work-eligible individuals as of the
19 time of exit from the program, who are in
20 unsubsidized employment during the 2nd
21 quarter after the exit.

22 “(ii) The percentage of individuals
23 who were work-eligible individuals who
24 were in unsubsidized employment in the
25 2nd quarter after the exit, who are also in

1 unsubsidized employment during the 4th
2 quarter after the exit.

3 “(iii) The median earnings of individ-
4 uals who were work-eligible individuals as
5 of the time of exit from the program, who
6 are in unsubsidized employment during the
7 2nd quarter after the exit.

8 “(iv) The percentage of individuals
9 who have not attained 24 years of age, are
10 attending high school or enrolled in an
11 equivalency program, and are work-eligible
12 individuals or were work-eligible individ-
13 uals as of the time of exit from the pro-
14 gram, who obtain a high school degree or
15 its recognized equivalent while receiving as-
16 sistance under the State program funded
17 under this part or within 1 year after the
18 exit.

19 “(C) LEVELS OF PERFORMANCE.—

20 “(i) IN GENERAL.—For each State
21 submitting a State plan pursuant to sec-
22 tion 402(a), there shall be established, in
23 accordance with this subparagraph, levels
24 of performance for each of the indicators
25 described in subparagraph (B).

1 “(ii) WEIGHT.—The weight assigned
2 to such an indicator shall be the following:

3 “(I) 40 percent, in the case of
4 the indicator described in subpara-
5 graph (B)(i).

6 “(II) 25 percent, in the case of
7 the indicator described in subpara-
8 graph (B)(ii).

9 “(III) 25 percent, in the case of
10 the indicator described in subpara-
11 graph (B)(iii).

12 “(IV) 10 percent, in the case of
13 the indicator described in subpara-
14 graph (B)(iv).

15 “(iii) AGREEMENT ON REQUISITE
16 PERFORMANCE LEVEL FOR EACH INDI-
17 CATOR.—

18 “(I) IN GENERAL.—The Sec-
19 retary and the State shall negotiate
20 the requisite level of performance for
21 the State with respect to each indi-
22 cator described in clause (ii), for each
23 of fiscal years 2020 through 2023,
24 and in the case of each of fiscal years
25 2021 through 2023, shall do so before

1 the beginning of the respective fiscal
2 year.

3 “(II) REQUIREMENTS IN ESTAB-
4 LISHING PERFORMANCE LEVELS.—In
5 establishing the requisite levels of per-
6 formance, the State and the Secretary
7 shall—

8 “(aa) take into account how
9 the levels involved compare with
10 the levels established for other
11 States;

12 “(bb) ensure the levels in-
13 volved are adjusted, using the ob-
14 jective statistical model referred
15 to in clause (v), based on—

16 “(AA) the differences
17 among States in economic
18 conditions, including dif-
19 ferences in unemployment
20 rates or employment losses
21 or gains in particular indus-
22 tries; and

23 “(BB) the characteris-
24 ties of participants on entry
25 into the program, including

1 indicators of prior work his-
2 tory, lack of educational or
3 occupational skills attain-
4 ment, or other factors that
5 may affect employment and
6 earnings; and

7 “(CC) take into account
8 the extent to which the lev-
9 els involved promote contin-
10 uous improvement in per-
11 formance by each State.

12 “(iv) REVISIONS BASED ON ECONOMIC
13 CONDITIONS AND INDIVIDUALS RECEIVING
14 ASSISTANCE DURING THE FISCAL YEAR.—
15 The Secretary shall, in accordance with the
16 objective statistical model referred to in
17 clause (v), revise the requisite levels of per-
18 formance for a State and a fiscal year to
19 reflect the economic conditions and charac-
20 teristics of the relevant individuals in the
21 State during the fiscal year.

22 “(v) STATISTICAL ADJUSTMENT
23 MODEL.—The Secretary shall use an objec-
24 tive statistical model to make adjustments
25 to the requisite levels of performance for

1 the economic conditions and characteristics
2 of the relevant individuals, and shall con-
3 sult with the Secretary of Labor to develop
4 a model that is the same as or similar to
5 the model described in section
6 116(b)(3)(A)(viii) of the Workforce Inno-
7 vation and Opportunity Act (29 U.S.C.
8 3141(b)(3)(A)(viii)).

9 “(vi) DEFINITION OF EXIT.—In this
10 subsection, the term ‘exit’ means, with re-
11 spect to a State program funded under
12 this part, ceases to receive a JOBS ben-
13 efit under the program.

14 “(D) STATE OPTION TO ESTABLISH COM-
15 MON EXIT MEASURES.—Notwithstanding sub-
16 paragraph (C)(vi) of this paragraph, a State
17 that has not provided the notification under
18 section 121(b)(1)(C)(ii) of the Workforce Inno-
19 vation and Opportunity Act to exclude the State
20 program funded under this part as a mandatory
21 one-stop partner may adopt an alternative defi-
22 nition of ‘exit’ for the purpose of creating com-
23 mon exit measures to improve alignment with
24 workforce programs operated under title I of
25 such Act.

1 “(E) REGULATIONS.—In order to ensure
2 nationwide comparability of data, the Secretary,
3 after consultation the Secretary of Labor and
4 with States, shall issue regulations governing
5 the establishment of the performance account-
6 ability system under this subsection and a tem-
7 plate for performance reports to be used by all
8 States consistent with subsection (b).”.

9 (b) REPORTS ON STATE PERFORMANCE ON HHS
10 ONLINE DASHBOARD.—Section 407(b) (42 U.S.C.
11 607(b)) is amended to read as follows:

12 “(b) PUBLICATION OF STATE PERFORMANCE.—The
13 Secretary shall, directly or through the use of grants or
14 contracts, establish and operate an Internet website that
15 is accessible to the public, with a dashboard that is regu-
16 larly updated and provides easy-to-understand information
17 on the performance of each State program funded under
18 this part, including a profile for each such program, ex-
19 pressed by use of a template, which shall include—

20 “(1) information on the indicators and requisite
21 performance levels established for the State under
22 subsection (a), including, with respect to each such
23 level, whether the State achieves, exceeds, or fails to
24 achieve the level on an ongoing basis, including—

1 “(A) information on any adjustments made
2 to the requisite levels using the statistical ad-
3 justment model described in subsection
4 (a)(3)(D)(v); and

5 “(B) a grade based on the overall perform-
6 ance of the State, as determined by the Sec-
7 retary and in consultation with the State, and
8 the overall performance shall be graded based
9 on the performance indicators and weights for
10 each such indicator as described in subsection
11 (a);

12 “(2) information reported under section 411 on
13 the characteristics and demographics of individuals
14 receiving assistance under the State program, in-
15 cluding—

16 “(A) the number and percentage of child-
17 only cases and reason why the cases are child-
18 only; and

19 “(B) the average weekly number of hours
20 that each work-eligible individual in the State
21 program participates in work activities, includ-
22 ing a separate section showing the number and
23 percentage of the work-eligible individuals with
24 zero hours of the participation and the reason
25 for non-participation;

1 “(3) information on the results of improper
2 payments reviews;

3 “(4) a link to the State plan approved under
4 section 402; and

5 “(5) information regarding any penalty im-
6 posed, or other corrective action taken, by the Sec-
7 retary against a State for failing to achieve a req-
8 uisite performance level or any other requirement
9 imposed by or under this part.”.

10 (c) MODIFICATION OF RULES FOR DETERMINING
11 WHETHER AN INDIVIDUAL IS ENGAGED IN WORK.—Sec-
12 tion 407(c) (42 U.S.C. 607(c)) is amended—

13 (1) in paragraph (1)—

14 (A) in subparagraph (A)—

15 (i) by striking “For purposes of sub-
16 section (b)(1)(B)(i), a” and inserting “A”;
17 and

18 (ii) by striking “, not fewer than” and
19 all that follows through “this subsection”;
20 and

21 (B) in subparagraph (B)—

22 (i) in the matter preceding clause (i),
23 by striking “For purposes of subsection
24 (b)(2)(B), an” and inserting “An”;

1 (ii) in clause (i), by striking “, not
2 fewer than” and all that follows through
3 “this subsection”; and

4 (iii) in clause (ii), by striking “, not
5 fewer than” and all that follows through
6 “subsection (d)”; and

7 (2) in paragraph (2)—

8 (A) by striking subparagraphs (A) and
9 (D);

10 (B) in each of subparagraphs (B) and (C),
11 by striking “For purposes of determining
12 monthly participation rates under subsection
13 (b)(1)(B)(i), a” and inserting “A”; and

14 (C) by redesignating subparagraphs (B)
15 and (C) as subparagraphs (A) and (B), respec-
16 tively.

17 (d) MODIFICATIONS TO ALLOWABLE WORK ACTIVI-
18 TIES.—Section 407(d) (42 U.S.C. 607(d)) is amended—

19 (1) in paragraph (5), by inserting “, including
20 apprenticeship” before the semicolon;

21 (2) in paragraph (8), by striking “(not to ex-
22 ceed 12 months with respect to any individual” and
23 inserting “, including career technical education”;

24 (3) in paragraph (11), by striking “and” at the
25 end;

1 (4) in paragraph (12), by striking the period
2 and inserting “; and”; and

3 (5) by adding at the end the following:

4 “(13) any other activity that the State deter-
5 mines is necessary to improve the employment, earn-
6 ings, or other outcomes of a recipient of assistance
7 that are used in determining a level of performance
8 by the State for purposes of subsection (a), as de-
9 scribed in the State plan approved under section
10 402.”.

11 **SEC. 8. TARGETING FUNDS TO TRULY NEEDY FAMILIES.**

12 (a) PROHIBITION ON USE OF FUNDS FOR FAMILIES
13 WITH INCOME GREATER THAN TWICE THE POVERTY
14 LINE.—Section 404(k) (42 U.S.C. 604(k)) is amended to
15 read as follows:

16 “(k) PROHIBITIONS.—

17 “(1) USE OF FUNDS FOR PERSONS WITH IN-
18 COME GREATER THAN TWICE THE POVERTY LINE.—

19 A State to which a grant is made under this part
20 shall not use the grant to provide any assistance or
21 services to a family whose monthly income exceeds
22 twice the poverty line (as defined by the Office of
23 Management and Budget, and revised annually in
24 accordance with section 673(2) of the Omnibus

1 Budget Reconciliation Act of 1981 (42 U.S.C.
2 9902(2)).”.

3 (b) ELIMINATION OF LIMITATION ON USE OF FUNDS
4 FOR CASE MANAGEMENT ACTIVITIES.—Section 404(b)(2)
5 (42 U.S.C. 604(b)(2)) is amended to read as follows:

6 “(2) EXCEPTIONS.—Paragraph (1) of this sub-
7 section shall not apply to the use of a grant for—

8 “(A) information technology and comput-
9 erization needed for tracking, monitoring, or
10 data collection required by or under this part;

11 or

12 “(B) case management activities to carry
13 out section 408(b).”.

14 (c) PROHIBITION ON USE OF FUNDS FOR DIRECT
15 SPENDING ON CHILD CARE OR CHILD WELFARE SERV-
16 ICES OR ACTIVITIES.—Section 404(k) (42 U.S.C. 604(k)),
17 as amended by subsection (a) of this section, is amended
18 by adding at the end the following:

19 “(2) DIRECT SPENDING ON CHILD CARE SERV-
20 ICES OR ACTIVITIES OR CHILD WELFARE SERVICES
21 OR ACTIVITIES.—A State to which a grant is made
22 under this part shall not use the grant for direct
23 spending on child care services or activities or direct
24 spending on child welfare services or activities.”.

1 (d) EXPANSION OF AUTHORITY TO TRANSFER
2 FUNDS TO OTHER PROGRAMS.—Section 404(d) (42
3 U.S.C. 604(d)) is amended by striking paragraphs (1)
4 through (3) and inserting the following:

5 “(1) IN GENERAL.—A State may use not more
6 than 50 percent of the grant made to the State
7 under section 403(a)(1) to carry out a State pro-
8 gram pursuant to any or all of the following provi-
9 sions of law:

10 “(A) The Child Care and Development
11 Block Grant Act of 1990.

12 “(B) Title I of the Workforce Innovation
13 and Opportunity Act.

14 “(C) Subpart 1 of part B of this title.

15 “(2) LIMITATION ON AMOUNT TRANSFERRABLE
16 TO SUBPART 1 OF PART B OF THIS TITLE.—

17 “(A) In general.—A State may use not
18 more than the applicable percentage of the
19 amount of a grant made to the State under sec-
20 tion 403(a)(1) to carry out State programs pur-
21 suant to subpart 1 of part B.

22 “(B) APPLICABLE PERCENTAGE.—For
23 purposes of subparagraph (A), the applicable
24 percentage is 10 percent.

25 “(3) APPLICABLE RULES.—

1 “(A) IN GENERAL.—Except as provided in
2 subparagraph (B) of this paragraph, any
3 amount paid to a State under this part that is
4 used to carry out a State program pursuant to
5 a provision of law specified in paragraph (1)
6 shall not be subject to the requirements of this
7 part, but shall be subject to the requirements
8 that apply to Federal funds provided directly
9 under the provision of law to carry out the pro-
10 gram, and the expenditure of any amount so
11 used shall not be considered to be an expendi-
12 ture under this part.

13 “(B) FUNDS TRANSFERRED TO THE
14 WIOA.—In the case of funds transferred under
15 paragraph (1)(B) of this subsection—

16 “(i) all of the funds will be used to
17 support families eligible for assistance
18 under the State program funded under this
19 part; and

20 “(ii) not more than 15 percent of the
21 funds will be reserved for statewide work-
22 force investment activities referred to in
23 section 128(a)(1) of the Workforce Innova-
24 tion and Opportunity Act.

1 “(4) EXCLUSION OF STATES EXCLUDING THE
2 STATE JOBS PROGRAM AS A MANDATORY ONE-STOP
3 PARTNER UNDER THE WIOA.—The authority pro-
4 vided by this subsection may not be exercised by a
5 State that has provided the notification referred to
6 in section 407(a)(3)(D).”.

7 **SEC. 9. TARGETING FUNDS TO CORE PURPOSES.**

8 (a) REQUIREMENT THAT STATES RESERVE 25 PER-
9 CENT OF JOBS GRANT FOR SPENDING ON CORE ACTIVI-
10 TIES.—Section 408(a) (42 U.S.C. 608(a)) is amended by
11 adding at the end the following:

12 “(13) REQUIREMENT THAT STATES RESERVE
13 25 PERCENT OF JOBS GRANT FOR SPENDING ON
14 CORE ACTIVITIES.—A State to which a grant is
15 made under section 403(a)(1) for a fiscal year shall
16 expend not less than 25 percent of the grant on as-
17 sistance, case management, work supports and sup-
18 portive services, work, wage subsidies, work activities
19 (as defined in section 407(d)), and non-recurring
20 short-term benefits.”.

21 (b) REQUIREMENT THAT AT LEAST 25 PERCENT OF
22 QUALIFIED STATE EXPENDITURES BE FOR CORE ACTIVI-
23 TIES.—Section 408(a) (42 U.S.C. 608(a)), as amended by
24 subsection (a) of this section, is amended by adding at
25 the end the following:

1 “(14) REQUIREMENT THAT AT LEAST 25 PER-
2 CENT OF QUALIFIED STATE EXPENDITURES BE FOR
3 CORE ACTIVITIES.—Not less than 25 percent of the
4 qualified State expenditures (as defined in section
5 409(a)(7)(B)(i)) of a State during the fiscal year
6 shall be for assistance, case management, work sup-
7 ports and supportive services, work, wage subsidies,
8 work activities (as defined in section 407(d)), and
9 non-recurring short-term benefits.”.

10 (c) PHASE-OUT OF COUNTING OF THIRD-PARTY CON-
11 TRIBUTIONS AS QUALIFIED STATE EXPENDITURES.—Sec-
12 tion 408(a) (42 U.S.C. 608(a)), as amended by sub-
13 sections (a) and (b) of this section, is amended by adding
14 at the end the following:

15 “(15) PHASE-OUT OF COUNTING OF THIRD-
16 PARTY CONTRIBUTIONS AS QUALIFIED STATE EX-
17 PENDITURES.—

18 “(A) IN GENERAL.—The qualified State
19 expenditures (as defined in section
20 409(a)(7)(B)(i)) of a State for a fiscal year
21 that are attributable to the value of goods and
22 services provided by a source other than a State
23 or local government shall not exceed the appli-
24 cable percentage of the expenditures for the fis-
25 cal year.

1 “(B) APPLICABLE PERCENTAGE.—In sub-
2 paragraph (A), the term ‘applicable percentage’
3 means, with respect to a fiscal year—

4 “(i) 75 percent, in the case of fiscal
5 year 2020;

6 “(ii) 50 percent, in the case of fiscal
7 year 2021;

8 “(iii) 25 percent, in the case of fiscal
9 year 2022; and

10 “(iv) 0 percent, in the case of fiscal
11 year 2023 or any succeeding fiscal year.”.

12 **SEC. 10. STRENGTHENING PROGRAM INTEGRITY BY MEAS-**
13 **URING IMPROPER PAYMENTS.**

14 Section 404 (42 U.S.C. 604) is amended by adding
15 at the end the following:

16 “(1) APPLICABILITY OF IMPROPER PAYMENTS
17 LAWS.—

18 “(1) IN GENERAL.—The Improper Payments
19 Information Act of 2002 and the Improper Pay-
20 ments Elimination and Recovery Act of 2010 shall
21 apply to a State in respect of the State program
22 funded under this part in the same manner in which
23 such Acts apply to a Federal agency.

24 “(2) REGULATIONS.—Within 2 years after the
25 date of the enactment of this subsection, the Sec-

1 retary shall prescribe regulations governing how a
2 State reviews and reports improper payments under
3 the State program funded under this part.”.

4 **SEC. 11. PROHIBITION ON STATE DIVERSION OF FEDERAL**
5 **FUNDS TO REPLACE STATE SPENDING.**

6 Section 408(a) (42 U.S.C. 608(a)), as amended by
7 section 9 of this Act, is amended by adding at the end
8 the following:

9 “(16) NON-SUPPLANTATION REQUIREMENT.—Funds
10 made available to a State under this part shall be used
11 to supplement, not supplant, State general revenue spend-
12 ing on activities described in section 404.”.

13 **SEC. 12. INCLUSION OF POVERTY REDUCTION AS A PRO-**
14 **GRAM PURPOSE.**

15 Section 401(a) (42 U.S.C. 601(a)) is amended—

16 (1) by striking “and” at the end of paragraph
17 (3);

18 (2) by striking the period at the end of para-
19 graph (4) and inserting “; and”; and

20 (3) by adding at the end the following:

21 “(5) reduce child poverty by increasing employ-
22 ment entry, retention, and advancement of needy
23 parents.”.

1 **SEC. 13. WELFARE FOR NEEDS NOT WEED.**

2 (a) PROHIBITION.—Section 408(a)(12)(A) (42
3 U.S.C. 608(a)(12)(A)) is amended—

4 (1) by striking “or” at the end of clause (ii);

5 (2) by striking the period at the end of clause

6 (iii) and inserting “; or”; and

7 (3) by adding at the end the following:

8 “(iv) any establishment that offers
9 marihuana (as defined in section 102(16)
10 of the Controlled Substances Act) for
11 sale.”.

12 (b) EFFECTIVE DATE.—The amendments made by
13 subsection (a) shall take effect on the date that is 2 years
14 after the date of the enactment of this Act.

15 **SEC. 14. STRENGTHENING ACCOUNTABILITY THROUGH**
16 **HHS APPROVAL OF STATE PLANS.**

17 (a) IN GENERAL.—Section 402 (42 U.S.C. 602) is
18 amended—

19 (1) in subsection (a)—

20 (A) in the matter preceding paragraph (1),
21 by striking “found” and inserting “approved
22 that”; and

23 (B) in paragraph (1)—

24 (i) in subparagraph (A)—

25 (I) by striking clauses (ii) and

26 (iii) and inserting the following:

1 “(ii) Require work-eligible individuals
2 (as defined in the regulations promulgated
3 pursuant to section 407(i)(1)(A)(i)) to en-
4 gage in work activities consistent with sec-
5 tion 407(c). The document shall describe
6 any other activity that the State will con-
7 sider a work activity under section
8 407(c)(13).”;

9 (II) by redesignating clauses (iv)
10 through (viii) as clauses (iii) through
11 (vii), respectively; and

12 (III) by adding at the end the
13 following:

14 “(viii) Describe the case management
15 practices of the State with respect to the
16 requirements of section 408(b), provide a
17 copy of the form or forms that will be used
18 to assess a work-eligible individual (as so
19 defined) and prepare an individual oppor-
20 tunity plan for the individual, describe how
21 the State will ensure that such a plan is
22 reviewed in accordance with section
23 408(b)(5), and describe how the State will
24 measure progress under the plan.

1 “(ix) Propose the requisite levels of
2 performance for the State for purposes of
3 section 407(a)(3)(D) for each year in the
4 2-year period referred to in subsection (d)
5 of this section, and provide an explanation
6 with supporting data of why each such
7 level is appropriate.

8 “(x) Describe how the State will en-
9 gage low-income noncustodial parents pay-
10 ing child support and how such a parent
11 will be provided with access to work sup-
12 port and other services under the program
13 to which the parent is referred to support
14 their employment and advancement.

15 “(xi) Describe how the State will com-
16 ply with improper payments provisions in
17 section 404(l).

18 “(xii) Describe coordination with
19 other programs, including whether the
20 State intends to exercise authority pro-
21 vided by section 404(d) of this Act to
22 transfer any funds paid to the State under
23 this part, provide assurance that, in the
24 case of a transfer to carry out a program
25 under title I of the Workforce Innovation

1 and Opportunity Act, the State will comply
2 with section 404(d)(3)(B) of this Act and
3 coordinate with the one-stop delivery sys-
4 tem under the Workforce Innovation and
5 Opportunity Act, and describe how the
6 State will coordinate with the programs in-
7 volved to provide services to families re-
8 ceiving assistance under the program re-
9 ferred to in paragraph (1) of this sub-
10 section.

11 “(xiii) Describe how the State will
12 promote marriage, such as through tem-
13 porary disregard of the income of a new
14 spouse when an individual receiving assist-
15 ance under the State program marries so
16 that the couple doesn’t automatically lose
17 benefits due to marriage.

18 “(xiv) Describe how the State will
19 allow for a transitional period of benefits,
20 such as through temporary earned income
21 disregards or a gradual reduction in the
22 monthly benefit amount, for an individual
23 receiving assistance who obtains employ-
24 ment and becomes ineligible due to an in-
25 crease in income obtained through employ-

1 ment or through an increase in wages.”;

2 and

3 (ii) in subparagraph (B), by striking

4 clauses (iv) and (v);

5 (2) by striking subsection (c) and inserting the

6 following:

7 “(c) PUBLIC AVAILABILITY OF STATE PLANS.—The
8 Secretary shall make available to the public a link to any
9 plan or plan amendment submitted by a State under this
10 subsection.”; and

11 (3) by adding at the end the following:

12 “(d) 2-YEAR PLAN.—A plan submitted pursuant to
13 this section shall be designed to be implemented during
14 a 2-year period.

15 “(e) COMBINED PLAN ALLOWED.—A State may sub-
16 mit to the Secretary and the Secretary of Labor a com-
17 bined State plan that meets the requirements of sub-
18 sections (a) and (d) and that is for programs and activities
19 under the Workforce Innovation and Opportunity Act.

20 “(f) APPROVAL OF PLANS.—The Secretary shall ap-
21 prove any plan submitted pursuant to this section that
22 meets the requirements of subsections (a) through (d).”.

23 (b) DUTIES OF THE SECRETARY.—

1 (1) COORDINATION OF ACTIVITIES; DISSEMINA-
2 TION OF INFORMATION.—Section 416 (42 U.S.C.
3 616) is amended—

4 (A) by inserting “(a) IN GENERAL.—” be-
5 fore “The programs”; and

6 (B) by adding after and below the end the
7 following:

8 “(b) COORDINATION OF ACTIVITIES.—The Secretary
9 shall coordinate all activities of the Department of Health
10 and Human Services relating to work activities (as defined
11 in section 407(d)) and requirements and measurement of
12 employment outcomes, and, to the maximum extent prac-
13 ticable, coordinate the activities of the Department in this
14 regard with similar activities of other Federal entities.

15 “(c) DISSEMINATION OF INFORMATION.—The Sec-
16 retary shall disseminate, for voluntary informational pur-
17 poses, information on practices that scientifically valid re-
18 search indicates are most successful in improving the qual-
19 ity of State and tribal programs funded under this part.”.

20 (c) TECHNICAL ASSISTANCE.—

21 (1) IN GENERAL.—Section 406 (42 U.S.C. 606)
22 is amended to read as follows:

23 **“SEC. 406. TECHNICAL ASSISTANCE.**

24 “(a) IN GENERAL.—The Secretary shall provide tech-
25 nical assistance to States and Indian tribes (which may

1 include providing technical assistance on a reimbursable
2 basis), which shall be provided by qualified experts on
3 practices grounded in scientifically valid research, where
4 appropriate, to support activities related publication of
5 State performance under section 407(b) and to carry out
6 State and tribal programs funded under this part.

7 “(b) RESERVATION OF FUNDS.—The Secretary shall
8 reserve not more than 0.25 percent of the amount appro-
9 priated by section 403(a)(1)(C) for a fiscal year to carry
10 out subsection (a) of this section.”.

11 (2) CONFORMING AMENDMENT.—Section
12 403(a)(1)(B) (42 U.S.C. 603(a)(1)(B)) is amended
13 by striking “percentage specified in section
14 413(h)(1)” and inserting “the sum of the percent-
15 ages specified in sections 406(b) and 413(h)”.

16 **SEC. 15. ALIGNING AND IMPROVING DATA REPORTING.**

17 (a) REQUIREMENT THAT STATES REPORT FULL-
18 POPULATION DATA.—Section 411(a)(1) (42 U.S.C.
19 611(a)(1)) is amended—

20 (1) by striking subparagraph (B);

21 (2) by striking “(1) GENERAL REPORTING RE-
22 QUIREMENT.—”; and

23 (3) by—

24 (A) redesignating—

1 (i) subparagraph (A) as paragraph
2 (1);

3 (ii) clauses (i) through (xvii) of sub-
4 paragraph (A) as subparagraphs (A)
5 through (Q), respectively;

6 (iii) subclauses (I) through (V) of
7 clause (ii) as clauses (i) through (v), re-
8 spectively;

9 (iv) subclauses (I) through (VII) of
10 clause (xi) as clauses (i) through (vii), re-
11 spectively; and

12 (v) subclauses (I) through (V) of
13 clause (xvi) as clauses (i) through (v), re-
14 spectively; and

15 (B) moving each such redesignated provi-
16 sion 2 ems to the left.

17 (b) REPORT ON PARTICIPATION IN WORK ACTIVI-
18 TIES.—Section 411(a)(1) (42 U.S.C. 611(a)(1)), as
19 amended by subsection (a)(3) of this section, is amended
20 by striking subparagraphs (K) and (L) and inserting the
21 following:

22 “(K) The work eligibility status of each in-
23 dividual in the family, and—

24 “(i) in the case of each work-eligible
25 individual (as defined in the regulations

1 promulgated pursuant to section
2 407(i)(1)(A)(i) in the family—

3 “(I) the number of hours (includ-
4 ing zero hours) per month of partici-
5 pation in—

6 “(aa) work activities (as de-
7 fined in section 407(d)); and

8 “(bb) any other activity re-
9 quired by the State to remove a
10 barrier to employment.; and

11 “(ii) in the case of each individual in
12 the family who is not a work-eligible indi-
13 vidual (as so defined), the reason for that
14 status.

15 “(L) For each work-eligible individual (as
16 so defined) and each adult in the family who
17 did not participate in work activities (as so de-
18 fined) during a month, the reason for the lack
19 of participation.”.

20 (c) REPORTING OF INFORMATION ON EMPLOYMENT
21 AND EARNINGS OUTCOMES.—Section 411(c) (42 U.S.C.
22 611(c)) is amended to read as follows:

23 “(c) REPORTING OF INFORMATION ON EMPLOYMENT
24 AND EARNINGS OUTCOMES.—The Secretary, in consulta-
25 tion with the Secretary of Labor, shall determine the in-

1 formation that is necessary to compute the employment
2 and earnings outcomes and the statistical adjustment
3 model for the employment and earnings outcomes required
4 under section 407, and each eligible State shall collect and
5 report that information to the Secretary.”.

6 **SEC. 16. TECHNICAL CORRECTIONS TO DATA EXCHANGE**
7 **STANDARDS TO IMPROVE PROGRAM COORDI-**
8 **NATION.**

9 (a) IN GENERAL.—Section 411(d) (42 U.S.C.
10 611(d)) is amended to read as follows:

11 “(d) DATA EXCHANGE STANDARDS FOR IMPROVED
12 INTEROPERABILITY.—

13 “(1) DESIGNATION.—The Secretary shall, in
14 consultation with an interagency work group estab-
15 lished by the Office of Management and Budget and
16 considering State government perspectives, by rule,
17 designate data exchange standards to govern, under
18 this part—

19 “(A) necessary categories of information
20 that State agencies operating programs under
21 State plans approved under this part are re-
22 quired under applicable Federal law to elec-
23 tronically exchange with another State agency;
24 and

1 “(B) Federal reporting and data exchange
2 required under applicable Federal law.

3 “(2) REQUIREMENTS.—The data exchange
4 standards required by paragraph (1) shall, to the ex-
5 tent practicable—

6 “(A) incorporate a widely accepted, non-
7 proprietary, searchable, computer-readable for-
8 mat, such as the eXtensible Markup Language;

9 “(B) contain interoperable standards devel-
10 oped and maintained by intergovernmental
11 partnerships, such as the National Information
12 Exchange Model;

13 “(C) incorporate interoperable standards
14 developed and maintained by Federal entities
15 with authority over contracting and financial
16 assistance;

17 “(D) be consistent with and implement ap-
18 plicable accounting principles;

19 “(E) be implemented in a manner that is
20 cost-effective and improves program efficiency
21 and effectiveness; and

22 “(F) be capable of being continually up-
23 graded as necessary.

24 “(3) RULE OF CONSTRUCTION.—Nothing in
25 this subsection shall be construed to require a

1 change to existing data exchange standards found to
2 be effective and efficient.”.

3 (b) EFFECTIVE DATE.—Not later than the date that
4 is 24 months after the date of the enactment of this sec-
5 tion, the Secretary of Health and Human Services shall
6 issue a proposed rule that—

7 (1) identifies federally required data exchanges,
8 include specification and timing of exchanges to be
9 standardized, and address the factors used in deter-
10 mining whether and when to standardize data ex-
11 changes; and

12 (2) specifies State implementation options and
13 describes future milestones.

14 **SEC. 17. SET-ASIDE FOR ECONOMIC DOWNTURNS.**

15 Section 404(e) (42 U.S.C. 604(e)) is amended to read
16 as follows:

17 “(e) DEADLINES FOR OBLIGATION AND EXPENDI-
18 TURES OF FUNDS BY STATES.—

19 “(1) IN GENERAL.—Except as provided in para-
20 graph (2), a State to which funds are paid under
21 section 403(a)(1) shall obligate the funds within 2
22 years after the date the funds are so paid, and shall
23 expend the funds within 3 years after such date.

24 “(2) EXCEPTION FOR LIMITED AMOUNT OF
25 FUNDS SET ASIDE FOR FUTURE USE.—A State to

1 which funds are paid under section 403(a)(1) may
2 reserve not more than 15 percent of the funds for
3 future use in the State program funded under this
4 part.”.

5 **SEC. 18. DEFINITIONS RELATED TO USE OF FUNDS.**

6 Section 419 (42 U.S.C. 619) is amended by adding
7 at the end the following:

8 “(6) ASSISTANCE.—The term ‘assistance’
9 means cash, payments, vouchers, and other forms of
10 benefits designed to meet a family’s ongoing basic
11 needs (such as for food, clothing, shelter, utilities,
12 household goods, personal care items, and general
13 incidental expenses).

14 “(7) WORK SUPPORTS.—The term ‘work sup-
15 ports’ means assistance and non-assistance transpor-
16 tation benefits (such as the value of allowances, bus
17 tokens, car payments, auto repair, auto insurance
18 reimbursement, and van services provided in order
19 to help families obtain, retain, or advance in employ-
20 ment, participate in work activities (as defined in
21 section 407(d)), or as a non-recurrent, short-term
22 benefit, including goods provided to individuals in
23 order to help them obtain or maintain employment
24 (such as tools, uniforms, fees to obtain special li-

1 censes, bonuses, incentives, and work support allow-
2 ances and expenditures for job access).

3 “(8) SUPPORTIVE SERVICES.—The term ‘sup-
4 portive services’ means services such as domestic vio-
5 lence services, and mental health, substance abuse
6 and disability services, housing counseling services,
7 and other family supports, except to the extent that
8 the provision of the service would violate section
9 408(a)(6).

10 “(9) JOBS BENEFIT.—The term ‘JOBS ben-
11 efit’ means—

12 “(A) assistance; or

13 “(B) wage subsidies that are paid, with
14 funds provided under section 403(a) or with
15 qualified State expenditures, with respect to a
16 person who—

17 “(i) was a work-eligible individual (as
18 defined in the regulations promulgated
19 pursuant to section 407(i)(1)(A)(i)) at the
20 time of entry into subsidized employment,
21 such as on-the-job training or apprentice-
22 ship; and

23 “(ii) is not receiving assistance.”.

1 **SEC. 19. ELIMINATION OF OBSOLETE PROVISIONS.**

2 (a) **ELIMINATION OF SUPPLEMENTAL GRANTS TO**
3 **STATES.**—Section 403(a) (42 U.S.C. 603(a)) is amended
4 by striking paragraph (3).

5 (b) **ELIMINATION OF BONUS TO REWARD HIGH PER-**
6 **FORMANCE STATES.**—

7 (1) **IN GENERAL.**—Section 403(a) (42 U.S.C.
8 603(a)) is amended by striking paragraph (4).

9 (2) **CONFORMING AMENDMENT.**—Section
10 1108(a)(2) (42 U.S.C. 1308(a)(2)) is amended by
11 striking “403(a)(4),”.

12 (c) **ELIMINATION OF WELFARE-TO-WORK GRANTS.**—

13 (1) **IN GENERAL.**—Section 403(a) (42 U.S.C.
14 603(a)) is amended by striking paragraph (5).

15 (2) **CONFORMING AMENDMENTS.**—

16 (A) **ELIMINATION OF EXCLUSION FROM**
17 **TIME LIMIT.**—Section 408(a)(7) (42 U.S.C.
18 608(a)(7)) is amended by striking subpara-
19 graph (G).

20 (B) **ELIMINATION OF PENALTY FOR MIS-**
21 **USE OF COMPETITIVE WELFARE-TO-WORK**
22 **FUNDS.**—Section 409(a)(1) (42 U.S.C.
23 609(a)(1)) is amended by striking subpara-
24 graph (C).

25 (C) **ELIMINATION OF EXCLUSION FROM**
26 **QUALIFIED STATE EXPENDITURES OF STATE**

1 FUNDS USED TO MATCH WELFARE-TO-WORK
2 GRANT FUNDS.—Section 409(a)(7)(B)(iv) (42
3 U.S.C. 609(a)(7)(B)(iv)) is amended in the 1st
4 sentence—

5 (i) by adding “or” at the end of sub-
6 clause (II); and

7 (ii) by striking subclause (III) and re-
8 designating subclause (IV) as subclause
9 (III).

10 (D) ELIMINATION OF PENALTY FOR FAIL-
11 URE OF STATE TO MAINTAIN HISTORIC EFFORT
12 DURING YEAR IN WHICH WELFARE-TO-WORK
13 GRANT IS RECEIVED.—Section 409(a) (42
14 U.S.C. 609(a)) is amended by striking para-
15 graph (13).

16 (E) ELIMINATION OF REQUIREMENTS RE-
17 LATING TO WELFARE-TO-WORK GRANTS IN
18 QUARTERLY STATE REPORTS.—Section 411(a)
19 (42 U.S.C. 611(a)) is amended—

20 (i) in paragraph (1), by striking “(ex-
21 cept for information relating to activities
22 carried out under section 403(a)(5))”; and

23 (ii) in each of paragraphs (2) through
24 (4), by striking the comma and all that fol-
25 lows and inserting a period.

1 (F) INDIAN TRIBAL PROGRAMS.—Section
2 412(a) (42 U.S.C. 612(a)) is amended by strik-
3 ing paragraph (3).

4 (G) ELIMINATION OF REQUIREMENT TO
5 DISCLOSE CERTAIN INFORMATION TO PRIVATE
6 INDUSTRY COUNCIL RECEIVING WELFARE-TO-
7 WORK FUNDS.—Section 454A(f) (42 U.S.C.
8 654a(f)) is amended by striking paragraph (5).

9 (H) GRANTS TO TERRITORIES.—Section
10 1108(a)(2) (42 U.S.C. 1308(a)(2)) is amended
11 by striking “403(a)(5),”.

12 (d) ELIMINATION OF CONTINGENCY FUND.—

13 (1) IN GENERAL.—Section 403 (42 U.S.C. 603)
14 is amended by striking all of subsection (b) except
15 paragraph (5).

16 (2) CONFORMING AMENDMENTS.—

17 (A) TRANSFER OF NEEDY STATE DEFINI-
18 TION.—

19 (i) IN GENERAL.—Paragraph (5) of
20 section 403(b) (42 U.S.C. 603(b)(5)) is—

21 (I) amended—

22 (aa) in the matter preceding
23 subparagraph (A), by striking
24 “paragraph (4)” and inserting
25 “subparagraph (C)”;

1 (bb) in each of subpara-
2 graphs (A) and (B), by redesign-
3 ating clauses (i) and (ii) as sub-
4 clauses (I) and (II), respectively;

5 (cc) by redesignating sub-
6 paragraphs (A) and (B) as
7 clauses (i) and (ii), respectively;

8 (dd) by redesignating such
9 paragraph as subparagraph (D);
10 and

11 (ee) by moving each provi-
12 sion 2 ems to the left; and

13 (II) as so amended, hereby trans-
14 ferred into section 409(a)(3) (42
15 U.S.C. 609(a)(3)) and added to the
16 end of such section.

17 (ii) CONFORMING AMENDMENT.—Sec-
18 tion 409(a)(3)(C) (42 U.S.C.
19 609(a)(3)(C)) is amended by striking “(as
20 defined in section 403(b)(5))”.

21 (B) ELIMINATION OF PENALTY FOR FAIL-
22 URE OF STATE RECEIVING AMOUNTS FROM
23 CONTINGENCY FUND TO MAINTAIN 100 PER-
24 CENT OF HISTORIC EFFORT.—Section 409(a)

1 (42 U.S.C. 609(a)) is amended by striking
2 paragraph (10).

3 (e) CONFORMING AMENDMENTS RELATED TO ELIMI-
4 NATION OF FEDERAL LOANS FOR STATE WELFARE PRO-
5 GRAMS.—

6 (1) ELIMINATION OF ASSOCIATED PENALTY
7 PROVISION.—

8 (A) IN GENERAL.—Section 409(a) (42
9 U.S.C. 609(a)) is amended by striking para-
10 graph (6).

11 (B) CONFORMING AMENDMENTS.—Section
12 412(g)(1) (42 U.S.C. 612(g)(1)) is amended by
13 striking “(a)(6),”.

14 (2) ELIMINATION OF PROVISION PROVIDING
15 FOR TRIBAL ELIGIBILITY.—Section 412 (42 U.S.C.
16 612) is amended by striking subsection (f).

17 (3) ELIMINATION OF DISREGARD OF LOAN IN
18 APPLYING LIMIT ON PAYMENTS TO THE TERRI-
19 TORIES.—Section 1108(a)(2) (42 U.S.C.
20 1308(a)(2)) is amended by striking “406,”.

21 (f) ELIMINATION OF LIMITATIONS ON OTHER STATE
22 PROGRAMS FUNDED WITH QUALIFIED STATE EXPENDI-
23 TURES.—

24 (1) The following provisions are each amended
25 by striking “or any other State program funded with

1 qualified State expenditures (as defined in section
2 409(a)(7)(B)(i))”:

3 (A) Paragraphs (1) and (2) of section
4 407(e) (42 U.S.C. 607(e)(1) and (2)).

5 (B) Section 411(a)(1)(A) (42 U.S.C.
6 611(a)(1)(A)).

7 (C) Subsections (a)(1), (d), and (e)(1) of
8 section 413 (42 U.S.C. 613(a)(1), (d), and
9 (e)(1)).

10 (2) Section 413(a)(1) (42 U.S.C. 613(a)(1)) is
11 amended by striking “and any other State program
12 funded with qualified State expenditures (as defined
13 in section 409(a)(7)(B)(i))”.

14 (g) CONFORMING AMENDMENTS RELATED TO ELIMI-
15 NATION OF REPORT.—

16 (1) IN GENERAL.—Section 409(a)(2) (42
17 U.S.C. 609(a)(2)) is amended—

18 (A) in the paragraph heading, by inserting
19 “QUARTERLY” before “REPORT”;

20 (B) in subparagraph (A)(ii), by striking
21 “clause (i)” and inserting “subparagraph (A)”;

22 (C) by striking “(A) QUARTERLY RE-
23 PORTS.—”;

24 (D) by striking subparagraph (B); and

1 (E) by redesignating clauses (i) and (ii) of
2 subparagraph (A) as subparagraphs (A) and
3 (B), respectively.

4 (2) CONFORMING AMENDMENTS.—

5 (A) Section 409(b)(2) (42 U.S.C.
6 609(b)(2)) is amended by striking “and,” and
7 all that follows and inserting a period.

8 (B) Section 409(c)(4) (42 U.S.C.
9 609(c)(4)) is amended by striking “(2)(B),”.

10 (h) ANNUAL REPORTS TO CONGRESS.—Section
11 411(b)(1)(A) (42 U.S.C. 611(b)(1)(A)) is amended by
12 striking “participation rates” and inserting “outcome
13 measures”.

14 (i) REDUCTION IN FORCE PROVISIONS.—Section 416
15 (42 U.S.C. 616) is amended by striking “, and the Sec-
16 retary” and all that follows and inserting a period.

17 (j) CONFORMING CROSS-REFERENCES.—

18 (1) Section 409 (42 U.S.C. 609) is amended—

19 (A) in subsection (a)(7)(B)(i)(III), by
20 striking “(12)” and inserting “(10)”;

21 (B) in subsection (a) (as amended by sub-
22 sections (c)(2)(D), (d)(2)(B), and (e)(1)(A) of
23 this section), by redesignating paragraphs (7),
24 (8), (9), (11), (12), (14), (15), and (16) as
25 paragraphs (6) through (13), respectively;

1 (C) in subsection (b)(2), by striking “(8),
2 (10), (12), or (13)” and inserting “or (10)”;
3 and

4 (D) in subsection (c)(4), by striking “(8),
5 (10), (12), (13), or (16)” and inserting “(10),
6 or (13)”.

7 (2) Section 452 (42 U.S.C. 652) is amended in
8 each of subsections (d)(3)(A)(i) and (g)(1) by strik-
9 ing “409(a)(8)” and inserting “409(a)(7)”.

10 (k) MODIFICATIONS TO MAINTENANCE-OF-EFFORT
11 REQUIREMENT.—Section 409(a)(7)(B)(i) (42 U.S.C.
12 609(a)(7)(B)(i)) is amended—

13 (1) in subclause (I)—

14 (A) in the matter preceding item (aa), by
15 striking “all State programs” and inserting
16 “the State program funded under this part”;

17 (B) by redesignating items (dd) and (ee)
18 as items (ee) and (ff), respectively, and insert-
19 ing after item (cc) the following:

20 “(dd) Expenditures for a
21 purpose described in paragraph
22 (3) or (4) of section 401(a).”;
23 and

1 (C) in item (ee) (as so redesignated by
2 clause (ii) of this subparagraph), by striking
3 “and (ee)” and inserting “(dd), and (ff)”;

4 (2) in subclause (II)(aa), by inserting “(as in
5 effect just before the effective date of the Jobs and
6 Opportunity with Benefits and Services for Success
7 Act)” after “this section”;

8 (3) by striking subclause (V) and redesignating
9 subclause (IV) as subclause (V); and

10 (4) in subclause (V) (as so redesignated by sub-
11 paragraph (C) of this paragraph), by inserting “, ex-
12 cept any of such families whose monthly income ex-
13 ceeds twice the poverty line (as defined by the Office
14 of Management and Budget, and revised annually in
15 accordance with section 673(2) of the Omnibus
16 Budget Reconciliation Act of 1981 (42 U.S.C.
17 9902(2)))” before the period.

18 **SEC. 20. EFFECTIVE DATE.**

19 Except as provided in section 13(b), the amendments
20 made by this Act shall take effect on October 1, 2018.

