

Department of Planning and Budget 2013 Fiscal Impact Statement

1. Bill Number: SB 1180

House of Origin	<input type="checkbox"/> Introduced	<input type="checkbox"/> Substitute	<input type="checkbox"/> Engrossed
Second House	<input type="checkbox"/> In Committee	<input type="checkbox"/> Substitute	<input checked="" type="checkbox"/> Enrolled

2. Patron: Reeves, Bryce E.

3. Committee: Passed Both Houses

4. Title: TANF; restrictions on use of cash benefits.

5. Summary: The enrolled legislation prohibits recipients of Temporary Assistance for Needy Families (TANF) benefits from accessing cash assistance through the use of electronic benefit transaction (i) for the purchase of alcoholic beverages, tobacco products, lottery tickets, or sexually explicit visual materials; or (ii) in any transaction in any (a) government store established for the sale of alcoholic beverages, (b) casino, gambling casino, or establishment in which pari-mutuel wagering or charitable gaming is conducted, (c) establishment in which tattooing or body-piercing is performed for hire or consideration, or (d) establishment that provides adult-oriented entertainment in which performers or other individuals connected with the business appear nude or partially nude.

6. Budget Amendment Necessary: No

7. Minimal Fiscal Impact: See Item 8.

8. Fiscal Implications: Federal statute (PL 112-96) enacted last year requires states to put procedures in place to prevent Temporary Assistance for Needy Families (TANF) benefits from being used in any electronic benefits transaction at casinos, liquor stores, and adult entertainment venues. The federal statute requires states to report to the Secretary of Health and Human Services policies and practices put in place to comply with the law. As of yet, states are not held accountable by the federal government for individuals who violate the law. However, there are pending federal TANF regulations to implement PL 112-96. These regulations could create compliance costs which are unknown at this time for Virginia.

The Department of Social Services (DSS) maintains that this proposal is necessary to codify the federal statute in the Code of Virginia thereby placing the Commonwealth in compliance with the federal law. Moreover, DSS assumes that the legislation would be implemented as an educational and public awareness measure with minimal costs, all of which can be covered with existing resources. Therefore, it is expected that this bill will have a minimal fiscal impact.

9. Specific Agency or Political Subdivisions Affected: Department of Social Services

10. Technical Amendment Necessary: No

11. Other Comments: This bill is a companion to HB 1577.

Date: 2/20/13

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