

## FORM ACF-202 – TANF CASELOAD REDUCTION REPORT

**Date of Completion: 11/24/2021**

**State: North Carolina** **Fiscal Year to which credit applies: 2022**

Overall Report <input checked="" type="checkbox"/> (check one) Two-parent Report <input type="checkbox"/>	Apply the overall credit to the two-parent participation rate? <input checked="" type="checkbox"/> yes <span style="float: right;"><input type="checkbox"/> no</span>
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### PART 1 –Eligibility Changes Made Since FY 2005

(Complete this section for EACH change)

1. Name of eligibility change: **Work First Benefits**
2. Implementation date of eligibility change: **April 2011**
3. Description of policy, including the change from prior policy:

**September 2009 Policy:** Policy was revised to mandate that in order to receive a Work First Family Assistance (WFFA/TANF) check, all aspects of the recipients’ Mutual Responsibility Agreement (MRA) Core Requirements and the MRA Plan of Action must be met, unless there is good cause. This includes completing the required hours of work, training, education, or other activities. Work First cash assistance checks will be issued the month after completing all requirements on the MRA for the benefit month.

**Revised Policy:** If the recipient complies with his/her MRA, the administrative reopen and administrative reapplication automated processes can be used for Work First Benefits (WFB) cases that have closed without having to complete the manual application process. This change was effective April 2011.

4. Description of the methodology used to calculate the estimated impact of this eligibility change (attach supporting materials to this form):

The methodology used to calculate this impact for FFY 2021 comes from the North Carolina Families Accessing Services through Technology, referred to as NC FAST case management system.

A count of the number of Work First Benefits cases closed or sanctioned each month due to non-compliance with the MRA was generated. The codes used from NC FAST to generate this data include: ‘NFCC5036’ (Client failed to meet requirements of MRA); ‘NFSR5008’ (Work First Family Assistance Employment Services Non-Compliance); ‘NFSR5010’ and ‘NFSR5018 (Failure to participate in required substance abuse treatment; Failure to participate in required Substance Use Treatment).

A 5% attrition rate was then applied (to account for cases that may have left the caseload anyway). A table was created to calculate the rate for the Work First Benefits closures and a final table was created to combine the decaying effects of the caseload returns and attrition. The results are displayed in the Part II excel spreadsheet attached.

For FFY2021, the effect of this policy is -3,654.

5. Estimated average monthly impact of this eligibility change on caseload in comparison year: -3,654

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**Date of Completion: 11/24/2021**

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1. Name of eligibility change: **Job Quit Penalty**
2. Implementation date of eligibility change: **March 2010**
3. Description of policy, including the change from prior policy:

The Job Quit Penalty was implemented in March 2010. Under this policy, a family will be ineligible for Work First Family Assistance for a period of three months if the participant quits a job without good cause or is dismissed from a job due to work place behavior. The ineligible period is defined as the month of quit and the next two months (effective March 2010).

**April 2012:** A new Job Quit History tracking screen was created in the Eligibility Information System (EIS) to assist caseworkers in identifying individuals with a Job Quit penalty. Policy was also expanded to clarify the Job Quit penalty period.

4. Description of the methodology used to calculate the estimated impact of this eligibility change:  
(attach supporting materials to this form)

The methodology used to calculate this impact for FFY 2021 comes the North Carolina Families Accessing Services through Technology, referred to as NC FAST case management system.

The methodology used in NC FAST is the actual number of TANF cases sanctioned for Job Quit with code 'NFSR5003' which resulted in a case closure with code 'NFCC5078'. If the family is new to Work First/TANF, Job Quit is not applied at application. However, if the family has received Work First/TANF in the past and Job Quit was explained, then the Job Quit sanction may be applied at application.

For FFY2020, the effect of this policy is -0.

5. Estimated average monthly impact of this eligibility change on caseload in comparison year: -0

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**Date of Completion: 11/24/2021**

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1. Name of eligibility change: **Substance Use Testing**
2. Implementation date of eligibility change: August 1, 2015
3. Description of policy, including the change from prior policy:

The North Carolina General Assembly revised North Carolina General Statute 108A-29.1, to require screening of each applicant for or recipient of Work First (TANF) program assistance whom the Department reasonably suspects is engaged in the illegal use of controlled substances. When reasonable suspicion has been established, the drug test for Work First program applicants and recipients becomes a condition of eligibility.

If the applicant or recipient does not complete either the Alcohol Use Disorder Identification Test (AUDIT) or the Drug Abuse Screening Test (DAST-10), refuses testing, or has a confirmed positive test result, the applicant or recipient is ineligible for Work First cash assistance. The remaining household members may be eligible to receive Work First.

4. Description of the methodology used to calculate the estimated impact of this eligibility change:  
(attach supporting materials to this form)

The methodology used to calculate this impact for FFY 2021 comes from the case management system, North Carolina Families Accessing Services through Technology (NC FAST). The actual number of TANF cases closed due to Substance Use related sanctions when no remaining household members are eligible were calculated. The Substance Use related sanction codes include:

NFSR5019 – Refused AUDIT/DAST-10 Assessment;  
NFSR5010 – Failure to participate in required substance use treatment;  
NFSR5016 – Positive Substance Use Test;  
NFSR5017 – Failure to attend QPSA Appointment/Substance Use Test;  
NFSR5018 – Failure to participate in required Substance Use Treatment.

For FFY2019, the effect of this policy is -1

5. Estimated average monthly impact of this eligibility change on caseload in comparison year: -1

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**PART 2 – Estimate of Caseload Reduction Credit**

(Complete Part 2 using Excel Workbook provided.)

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## FORM ACF-202 – TANF CASELOAD REDUCTION REPORT

<b>North Carolina</b>		<b>Fiscal Year to which credit applies:</b>	<b>2022</b>
		<b>Date of Completion:</b>	11/24/2021
<b>PART 2 – Estimate of Caseload Reduction Credit</b>			
<u>Impact of All Changes</u>		<u>Caseload Reduction Calculation</u>	
Work First Benefits	-3,654	FY 2005 TANF Caseload	33,773
Job Quit Penalty	0	FY 2005 SSP Caseload	
Substance Use Testing	-1	<b>Total FY 2005 Caseload</b>	<b>33,773</b>
		FY 2021 TANF Caseload	13,164
		FY 2021 SSP Caseload	
		<b>Total FY 2021 Caseload</b>	<b>13,164</b>
		Excess MOE Cases in FY 2021	1,393
		<b>Adjusted FY 2021 Caseload</b>	<b>11,771</b>
		Caseload Decline	22,002
		Decline – Net Impact	18,347
		Caseload Reduction Credit =	<b>54.3%</b>
<b>Net Impact</b>	<b>-3,655</b>		

## FORM ACF-202 – TANF CASELOAD REDUCTION REPORT

North Carolina													
Work First Benefits													
											Date of Completion:	11/24/2021	
Impact on Each Month in FY 2021													
	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	
Time of Closure													
Prior years carryover	-4,143	-3,936	-3,739	-3,552	-3,374	-3,206	-3,045	-2,893	-2,749	-2,611	-2,481	-2,357	
Oct	-49	-47	-44	-42	-40	-38	-36	-34	-33	-31	-29	-28	
Nov		-45	-43	-41	-39	-37	-35	-33	-31	-30	-28	-27	
Dec			-50	-48	-45	-43	-41	-39	-37	-35	-33	-32	
Jan				-81	-77	-73	-69	-66	-63	-60	-57	-54	
Feb					-116	-110	-105	-99	-94	-90	-85	-81	
Mar						-134	-127	-121	-115	-109	-104	-99	
Apr							-156	-148	-141	-134	-127	-121	
May								-112	-106	-101	-96	-91	
Jun									-112	-106	-101	-96	
Jul										-120	-114	-108	
Aug											-76	-72	
Sep												-96	Grand Total
Total	-4,192	-4,027	-3,876	-3,763	-3,691	-3,641	-3,614	-3,546	-3,480	-3,426	-3,331	-3,261	-43,849
												FY 2021 monthly average	-3,654

## FORM ACF-202 – TANF CASELOAD REDUCTION REPORT

North Carolina														
Job Quit	Job Quit													
													Date of Completion: 11/24/2021	
	Impact on Each Month in FY 2021													
	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep		
Time of Closure														
Prior years carryover	0	0	0	0	0	0	0	0	0	0	0	0	0	
Oct	0	0	0	0	0	0	0	0	0	0	0	0	0	
Nov	0	1	0	0	0	0	0	0	0	0	0	0	0	
Dec	0	0	0	0	0	0	0	0	0	0	0	0	0	
Jan	0	0	0	1	0	0	0	0	0	0	0	0	0	
Feb	0	0	0	0	0	0	0	0	0	0	0	0	0	
Mar	0	0	0	0	0	0	0	0	0	0	0	0	0	
Apr	0	0	0	0	0	0	2	0	0	0	0	0	0	
May	0	0	0	0	0	0	0	0	0	0	0	0	0	
Jun	0	0	0	0	0	0	0	0	0	0	0	0	0	
Jul	0	0	0	0	0	0	0	0	0	0	0	0	0	
Aug	0	0	0	0	0	0	0	0	0	0	0	0	0	
Sep	0	0	0	0	0	0	0	0	0	0	0	0	0	Grand Total
Total	0	1	0	1	0	0	2	0	0	0	0	0	0	4
<b>FY 2021 monthly average</b>													0	

## FORM ACF-202 – TANF CASELOAD REDUCTION REPORT

North Carolina													
Policy Name	Substance Use Testing												
	Date of Completion:											11/24/2021	
Impact on Each Month in FY 2021													
	Oct	Nov	Dec	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	
<b>Time of Closure</b>													
Prior years carryover	0	0	0	0	0	0	0	0	0	0	0	0	0
Oct	1	0	0	0	0	0	0	0	0	0	0	0	0
Nov		0	0	0	0	0	0	0	0	0	0	0	0
Dec			0	0	0	0	0	0	0	0	0	0	0
Jan				3	0	0	0	0	0	0	0	0	0
Feb					0	0	0	0	0	0	0	0	0
Mar						0	0	0	0	0	0	0	0
Apr							1	0	0	0	0	0	0
May								0	0	0	0	0	0
Jun									0	0	0	0	0
Jul										0	0	0	0
Aug											1	0	0
Sep												0	0
<b>Total</b>	1	0	0	3	0	0	1	0	0	0	1	0	6
<b>FY 2021 monthly average</b>													1



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		Date of Completion:		11/24/2021
<b><u>Excess MOE Calculation Worksheet</u></b>				
<b>Caseload Data</b>				
FY 2005 TANF Caseload	33,773	<b>Expenditure Data</b>		
FY 2005 SSP Caseload	0	<b>Total Expenditures</b>		
<b>Total FY 2005 Caseload</b>	<b>33,773</b>	FY 2021 Total Federal Expenditures		\$300,746,153
FY 2021 TANF Caseload	13,164	FY 2021 Total MOE Expenditures		\$219,008,044
FY 2021 SSP Caseload	0	<b>Total Expenditures (Federal + MOE)</b>		\$519,754,197
<b>Total FY 2021 Caseload</b>	<b>13,164</b>	<b>Assistance Expenditures</b>		
		FY 2021 Federal Expenditures on Assistance		\$30,907,971
<b>2-Parent Caseload Data</b>		FY 2021 MOE Expenditures on Assistance		\$1
FY 2005 2-p TANF Caseload	0	<b>Total Expenditures on Assistance (Federal + MOE)</b>		\$30,907,972
FY 2005 2-p SSP Caseload	0	Percentage of Expenditures on Assistance		5.95%
<b>Total FY 2005 Caseload</b>	<b>0</b>	<b>Expenditures Per Case</b>		
FY 2021 2-p TANF Caseload	0	Average Expenditures per Case		\$39,483
FY 2021 2-p SSP Caseload	0	Average Expenditures per Case on Assistance		\$2,348
<b>Total FY 2021 Caseload</b>	<b>0</b>	<b>MOE and Excess MOE</b>		
		Required MOE (80% or 75%)		\$164,014,910
		Excess MOE Expenditures		\$54,993,134
		Excess MOE Expenditures on Assistance		\$3,270,250
<b>Adjusted Caseload Data</b>				
Adjusted FY 2021 Overall Caseload	<b>11,771</b>	<b>Assistance Cases Funded by Excess MOE</b>		<b>1,393</b>
Adjusted FY 2021 2-parent Caseload	<b>0</b>	<b>2-Parent Assistance Cases Funded by Excess MOE</b>		<b>0</b>

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**PART 3 -- Certification**

I certify that we have provided the public an appropriate opportunity to comment on the estimates and methodology used to complete this report and considered those comments in completing it. Further, I certify that this report incorporates all reductions in the caseload resulting from State eligibility changes and changes in Federal requirements since Fiscal Year 2005.

DocuSigned by:

*Susan Osborne*

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(signature)

Susan Osborne

(name)

Assistant Secretary for County Operations

(title)