

DEPARTMENT OF HEALTH AND HUMAN SERVICES
ADMINISTRATION FOR CHILDREN AND FAMILIES

TEMPORARY ASSISTANCE FOR NEEDY FAMILIES

TABLE OF CONTENTS

<u>FY 2008 BUDGET</u>	<u>PAGE</u>
AMOUNTS AVAILABLE FOR OBLIGATION	319
SUMMARY OF CHANGES	320
BUDGET AUTHORITY BY ACTIVITY	320
BUDGET AUTHORITY BY OBJECT	321
AUTHORIZING LEGISLATION	322
APPROPRIATION HISTORY TABLE	323
JUSTIFICATION:	
GENERAL STATEMENT	324
RESOURCE AND PROGRAM DATA	329
STATE TABLE	334

This page intentionally left blank.

DEPARTMENT OF HEALTH AND HUMAN SERVICES
Administration for Children and Families
Temporary Assistance for Needy Families

Amounts Available for Obligation

	<u>2006 Enacted</u>	<u>2007 Estimate</u>	<u>2008 Pres. Budget</u>
Appropriation:			
Annual	\$11,988,328,000	\$17,058,625,000	\$17,058,625,000
Unobligated balance start of year, TANF	5,070,297,000	0	0
Unobligated balance start of year, Contingency Fund.....	1,899,600,000	1,792,915,000	1,702,915,000
Total funds available.....	18,958,225,000	18,851,540,000	18,761,540,000
Unobligated balance lapsing, TANF.....	-25,228,000	0	0
Unobligated balance end of year, Contingency Fund ¹	-1,792,915,000	-1,702,915,000	-1,611,915,000
Total, Obligations	\$17,140,082,000	\$17,148,625,000	\$17,149,625,000

¹In accordance with provisions in the TANF Emergency Response and Recovery Act of 2005, a number of states accessed the Contingency Fund during FY 2006 to reimburse themselves for the costs of providing short term non-recurrent benefits to families that traveled from the Hurricane Katrina impacted states of Louisiana, Mississippi or Alabama. In addition, after the Secretary of Agriculture notified them that their food stamp caseloads met the eligibility criteria to draw down contingency funds during FY 2006, two States requested and were awarded contingency funds. Current HHS estimates project that a number of states will access \$90 million in contingency funds during FY 2007 and \$91 million in contingency funds in FY 2008.

ADMINISTRATION FOR CHILDREN AND FAMILIES
Temporary Assistance for Needy Families

SUMMARY OF CHANGES

FY 2007 Estimate	
Total estimated budget authority	\$17,058,625,000
(Obligations)	(\$17,148,625,000)
FY 2008 Pres. Budget	
Total estimated budget authority	\$17,058,625,000
(Obligations)	(\$17,149,625,000)
Net change budget authority	\$0

Budget Authority by Activity
(Dollars in thousands)

	<u>2006</u> <u>Enacted</u>	<u>2007</u> <u>Estimate</u>	<u>2008</u> <u>Pres. Budget</u>
State Family Assistance Grants	\$16,488,667	\$16,488,667	\$16,488,667
Territories – Family Assistance Grants.....	77,875	77,875	77,875
Healthy Marriage Promotion and Responsible Fatherhood Grant Program	150,000	150,000	150,000
Supplemental Grants for Population Increases .	319,450	319,450	319,450
Matching Grants to Territories.....	15,000	15,000	15,000
Tribal Work Programs	7,633	7,633	7,633
Contingency Fund ¹	[1,899,600]	[1,792,915]	[1,702,915]
Total, Budget Authority	\$17,058,625	\$17,058,625	\$17,058,625

¹Bracketed budget authority reflects unobligated balance estimates for all years.

ADMINISTRATION FOR CHILDREN AND FAMILIES
Temporary Assistance for Needy Families

Budget Authority by Object

	<u>2007</u> <u>Estimate</u>	<u>2008</u> <u>Pres. Budget</u>	<u>Increase or</u> <u>Decrease</u>
<u>Personnel Compensation:</u>			
Full-Time Permanent (11.1)	\$1,905,000	\$1,973,000	+\$68,000
Other Than Full-Time Permanent (11.3)	26,000	27,000	+1,000
Other Personnel Compensation (11.5)	7,000	7,000	0
Total, Personnel Compensation (11.9)	1,938,000	2,007,000	+69,000
Civilian Personnel Benefits (12.1)	452,000	468,000	+16,000
Subtotal, Pay Costs	2,390,000	2,475,000	+85,000
Travel (21.0)	150,000	150,000	0
Rental Payments to GSA (23.1)	755,000	793,000	+38,000
<u>Other Contractual Services:</u>			
Advisory and Assistance Services (25.1)	22,450,000	22,365,000	-123,000
Purchases from Govt. Accounts (25.3)	2,460,000	2,460,000	0
Subtotal, Other Contractual Services	24,910,000	24,825,000	-123,000
Supplies and Materials (26.0)	10,000	10,000	0
Grants (41.0)	17,120,410,000	17,121,410,000	+1,000,000
Subtotal, Non-Pay Costs	17,145,330,000	17,146,207,000	+877,000
Total	\$17,148,625,000	\$17,149,625,000	+\$1,000,000

ADMINISTRATION FOR CHILDREN AND FAMILIES
Temporary Assistance for Needy Families

Authorizing Legislation

	2007 Amount Authorized	2007 Budget Estimate	2008 Amount Authorized	2008 Budget Request
State Family Assistance Grants: Section 403(a)(1)(E) of the SSA	Such sums	\$16,488,667,235	Such sums	\$16,488,667,235
Territories Family Assistance Grants: Section 403(a)(1)(E) of the SSA ¹	Such sums	77,875,765	Such sums	77,875,765
Matching Grants to Territories: Section 1108 (b) of the SSA	Such sums	15,000,000	Such sums	15,000,000
Healthy Marriage and Responsible Fatherhood Grants: Section 403(a)(2)(D) of the SSA	150,000,000	150,000,000	150,000,000	150,000,000
Supplemental Grants for Population Increases: Section 403(a)(3)(E) of the SSA	Such sums	319,450,226	Such sums	319,450,226
Tribal Work Programs: Section 412(a)(2)(D) of SSA	7,633,000	7,633,000	7,633,000	7,633,000
Contingency Fund: Section 403(b)(2) of the SSA	[1,792,915,000]	[1,792,915,000]	[1,702,915,000]	[1,702,915,000]
Total request level against definite authorization	\$17,058,625,000	\$17,058,625,000	\$17,058,625,000	\$17,058,625,000

¹ Section 1108(a) of the Social Security Act provides for a limitation on payments to Puerto Rico, Guam, the Virgin Islands and American Samoa under titles I, X, XIV, XVI, parts A and E of title IV and subsections 1108(b) (Matching grants). The limitations are as follows: \$107,255,000 for Puerto Rico, \$4,686,000 for Guam, \$3,554,000 for the Virgin Islands and \$1,000,000 for American Samoa.

ADMINISTRATION FOR CHILDREN AND FAMILIES
Temporary Assistance for Needy Families

APPROPRIATIONS HISTORY TABLE

<u>Year</u>	<u>Budget Estimate to Congress</u>	<u>House Allowance</u>	<u>Senate Allowance</u>	<u>Appropriation</u>
1999				\$16,689,175,287
1999 – multi-year				1,000,000,000 ¹
2000				16,689,175,287
2001				16,689,175,287
2002				17,008,625,287 ²
2003				17,008,625,513 ³
2004				17,008,625,513 ³
2005				17,008,625,513 ³
2005/6				5,139,108,000 ³
2005/6				11,988,328,513 ⁴
2007				17,058,625,513
2008				\$17,058,625,513

¹ Congress appropriated a total of \$1 billion in FY 1999 for High Performance Bonus grants for fiscal years 1999 through 2003. Congress appropriated \$200 million per year for 2004 & 2005 for High Performance Bonus grants.

² Congress appropriated \$319 million for Supplemental Grants for 2002, 2003, 2004 and 2005 as part of the basic program.

³ The TANF Emergency Response and Recovery Act of 2005 was enacted late in FY 2005 and made \$5.1 billion in FY 2006 1st quarter funds available immediately to states, territories and tribes for family assistance grants and Federal Loans to the states of Louisiana, Mississippi and Alabama to assist them in providing services to Hurricane Katrina evacuees.

⁴ The Deficit Reduction Act of 2005 provided the remaining three quarters worth of TANF FY 2006 funding, eliminated the High Performance and Out of Wedlock Bonus funding and added new authority for \$150 million for Healthy Marriage and Responsible Fatherhood Grants.

Temporary Assistance for Needy Families

Justification

Authorizing Legislation — Section 403(a), 403(b), 412(a) and 1108 of the Social Security Act.

	2006 Enacted	2007 Estimate	2008 Pres. Budget	Increase or Decrease
State Family Assistance Grants	\$16,488,667,000	\$16,488,667,000	\$16,488,667,000	\$0
Territories – Family Assistance Grants	77,875,000	77,875,000	77,875,000	0
Healthy Marriage Promotion and Responsible Fatherhood Grant Program	150,000,000	150,000,000	150,000,000	0
Supplemental Grants for Population Increases	319,450,000	319,450,000	319,450,000	0
Matching Grants to Territories	15,000,000	15,000,000	15,000,000	0
Tribal Work Programs	7,633,000	7,633,000	7,633,000	0
Contingency Fund ¹	[1,899,600,000]	[1,792,915,000]	[1,702,915,000]	0
Total, Budget Authority	\$17,058,625,000	\$17,058,625,000	\$17,058,625,000	\$0

2008 Authorization.....\$17,058,625,000 (TANF pre-appropriated authority) and such sums as carried forward as unobligated balances from the previous year for the Contingency Fund.

General Statement

Title I of P.L. 104-193, the Personal Responsibility and Work Opportunity Reconciliation Act of 1996 (PRWORA), created the Temporary Assistance for Needy Families (TANF) program. The legislation repealed the Aid to Families with Dependent Children (AFDC) and related programs and replaced them with a single fixed block grant. The purpose of the TANF program is to increase state flexibility in operating programs designed to: (1) provide assistance to needy families so that children may be cared for in their own homes; (2) end dependence of needy parents by promoting job preparation, work, and marriage; (3) prevent and reduce the incidence of out-of-wedlock pregnancies; and (4) encourage the formation and maintenance of two-parent families.

The Deficit Reduction Act of 2005 (DRA) addressed several critical Presidential initiatives impacting the TANF program. The DRA: (1) reauthorized the TANF program through 2010 and maintained program

¹ Bracketed budget authority reflects unobligated balance estimates for all years.

