

DEPARTMENT OF HEALTH AND HUMAN SERVICES
ADMINISTRATION FOR CHILDREN AND FAMILIES

TEMPORARY ASSISTANCE FOR NEEDY FAMILIES

TABLE OF CONTENTS

<u>FY 2006 BUDGET</u>	<u>PAGE</u>
AMOUNTS AVAILABLE FOR OBLIGATION.....	J-3
SUMMARY OF CHANGES.....	J-4
BUDGET AUTHORITY BY ACTIVITY.....	J-5
BUDGET AUTHORITY BY OBJECT.....	J-6
AUTHORIZING LEGISLATION.....	J-7
APPROPRIATIONS HISTORY TABLE.....	J-9
JUSTIFICATION:	
GENERAL STATEMENT.....	J-11
RESOURCE AND PROGRAM DATA.....	J-16
STATE TABLE.....	J-24

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

Amounts Available for Obligation

	2004 <u>Enacted</u>	2005 ¹ <u>Enacted</u>	2006 <u>Estimate</u>
Appropriation			
Permanent.....	\$17,208,625,000	\$19,648,625,000	\$17,148,625,000
Unobligated balance start of year.....	1,958,000,000	0	2,361,700,000
Unobligated balance lapsing	-1,958,000,000	0	0
Unobligated balance end of year.....	0	-2,361,700,000 ²	-2,216,700,000 ²
Total obligations	\$17,208,625,000	\$17,286,925,000	\$17,293,625,000

¹ The FY 2005 funding level assumes enactment of the President's welfare reform reauthorization proposal. P.L. 108-308 authorizes TANF through March 31, 2005.

² HHS anticipates that Tennessee will access \$38.3 million in Contingency Funds by the end of FY 2005. Current HHS estimates project that a combination of states will access \$45 million in Contingency Funds during FY 2006.

Temporary Assistance for Needy Families

SUMMARY OF CHANGES

2005 Estimate	\$19,648,625,000
(Obligations)	\$17,286,925,000
2006 Estimate	\$17,148,625,000
Net Change (Estimate).....	-\$2,500,000,000
(Obligations)	\$17,293,625,000
Net change (Obligations).....	+\$6,700,000

	<u>2005</u> <u>Estimate Base</u>	<u>Change from Base</u>
Decreases:		
A. <u>Program</u> :		
1. Contingency Fund	\$2,000,000,000 ¹	-\$2,000,000,000
2. Employment Achievement Bonus	\$500,000,000 ²	-\$500,000,000
Net Change.....		-\$2,500,000,000

¹ Under the President’s reauthorization proposal a \$2,000,000,000 Contingency Fund will be available for obligation for a period of five years beginning in 2005.

² The reauthorization proposes \$500,000,000 available for the Employment Achievement bonus over a five year period to be awarded to states \$100,000,000 on average annually.

Temporary Assistance for Needy Families

Budget Authority by Activity

	<u>2004</u> <u>Enacted</u>	<u>2005</u> <u>Estimate</u>	<u>2006</u> <u>Estimate</u>
State Family Assistance Grants	\$16,488,667,000	\$16,488,667,000	\$16,488,667,000
Territories – Family Assistance grants.....	77,875,000	77,875,000	77,875,000
Matching Grants to Territories	15,000,000	15,000,000	15,000,000
Bonus to Reward Decrease in Illegitimacy	100,000,000	0	0
Research, Demonstration and Technical Assistance.....	0	100,000,000	100,000,000
Family Formation and Healthy Marriage Grants...	0	100,000,000	100,000,000
Promotion and Support of Responsible Fatherhood.....		40,000,000	40,000,000
Supplemental Grants for Population Increases	319,450,000	319,450,000	319,450,000
Employment Achievement Bonus (previously the High Performance Bonus)	200,000,000	500,000,000	[400,000,000]
Tribal Work Programs	7,633,000	7,633,000	7,633,000
Contingency Fund	[1,958,000,000]	2,000,000,000	[2,000,000,000]
Total, Budget Authority	\$17,208,625,000	\$19,648,625,000	\$17,148,625,000

Note: Bracketed budget authority indicates that these activities will be funded from unobligated balances carried forward from prior years.

Temporary Assistance for Needy Families

Budget Authority by Object

	<u>2005 Estimate</u>	<u>2006 Estimate</u>	<u>Increase or Decrease</u>
Advisory and assistance services (25.1).....	\$26,000,000	\$26,000,000	\$0
Grants, subsidies and contributions (41.0).....	<u>19,622,625,000</u>	<u>17,122,625,000</u>	<u>-2,500,000,000</u>
Total, Budget Authority	\$19,648,625,000	\$17,148,625,000	-\$2,500,000,000

Temporary Assistance to Needy Families

Authorizing Legislation

	2005 Amount <u>Authorized</u>	2005 <u>Estimate</u>	2006 Amount <u>Authorized</u>	2006 <u>Estimate</u>
State Family Assistance Grants: Section 403(a)(1)(E) of the Social Security Act	Such sums	\$16,488,667,235	Such sums	\$16,488,667,235
Territories – Family Assistance Grants: Section 403(a)(1)(E) of the Social Security Act ¹	Such sums	77,875,765	Such sums	77,875,765
Matching Grants to Territories	Such sums	15,000,000	Such sums	15,000,000
Bonus to Reward ² Employment Achievement (prev. High Performance)		500,000,000	[500,000,000]	[500,000,000]
Research, Demonstration and Technical Assistance		100,000,000	100,000,000	100,000,000
Family Formation and Healthy Marriage Grants		100,000,000	100,000,000	100,000,000
Promotion and Support of Responsible Fatherhood		40,000,000	40,000,000	40,000,000
Supplemental Grants for Population Increases: Section 403(a)(3)(E) of the SSA	Such sums	319,450,226	Such sums	319,450,226

Note: P.L. 108-308 authorizes TANF through March 31, 2005.

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 subsection 1108(b) (Matching grants). The limitations, which became permanent with the enactment of Public Law 96-272, were established by P.L. 104-193 and most recently amended by Section 5512 of P.L. 105-33, 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. The limitations do not apply to the Bonus to Reward Decrease in Illegitimacy, the Bonus to Reward High Performance States, or Loans for State Welfare Programs.

² Proposed reauthorization includes \$500,000,000 beginning in FY 2005 for the Bonus to Reward Employment Achievement (average annual amount \$100,000,000).

	2005 Amount <u>Authorized</u>	2005 <u>Estimate</u>	2006 Amount <u>Authorized</u>	2006 <u>Estimate</u>
Tribal Work Programs: Section 412(a)(2)(D) of SSA.	7,633,000	7,633,000	7,633,000	7,633,000
Contingency Fund: ³ Section 403(b) of the SSA.	2,000,000,000	2,000,000,000	[2,000,000,000]	[2,000,000,000]
Total Appropriations		\$19,648,625,513		\$17,148,625,513

³ Under the President's reauthorization proposal a \$2,000,000,000 Contingency Fund will be available for obligation for a period of five years beginning in 2005.

APPROPRIATIONS HISTORY TABLE
Temporary Assistance for Needy Families

<u>Year</u>	<u>Budget Estimate to Congress</u>	<u>House Allowance</u>	<u>Senate Allowance</u>	<u>Appropriation</u>
1996				\$111,039,000
1997				\$15,410,374,000
1998				\$16,689,175,287
1998- multi-year				\$800,000,000 ¹
1999				\$16,689,175,287
1999- multi-year				\$1,000,000,000 ²
2000				\$16,689,175,287
2001				\$16,689,175,287
2002				\$17,008,625,287 ³
2003				\$17,008,625,513 ³
2004				\$17,208,625,513 ³
2005 ⁴	\$17,148,625,000			
2005- ⁵ multi-year	\$2,500,000,000			
2006	\$17,148,625,000			

¹ In FY 1998, Congress appropriated \$800 million for Supplemental Grants for Population Increases available until expended. ACF awarded approximately \$79 million in 1998, \$160 million in 1999, \$239 million in 2000, and \$319 million in 2001 for such purposes.

² Congress appropriated a total of \$1 billion in FY 1999 for High Performance Bonus grants for fiscal years 1999 through 2003. In 2004, ACF awarded \$200 million for High Performance Bonus grants.

³ Congress appropriated \$319 million for Supplemental Grants for 2002, 2003 and 2004 as part of the basic program. ACF awarded \$319 million a year (02, 03 & 04) for such purposes.

⁴ The 2005 level assumes enactment of the President's reauthorization proposal. PL 108-308 authorizes TANF and the Contingency Fund through March 31, 2005.

⁵ The FY 2005 proposed reauthorization requests a five year reauthorization of \$500,000,000 beginning in FY 2003 for the Employment Achievement Bonus, providing \$100,000,000 per year on average for these grants, and \$2,000,000,000 for the Contingency Fund to remain available for five years.

Temporary Assistance for Needy Families

Justification

	2005 Estimate	2006 Estimate ¹	Increase or Decrease
State Family Assistance Grants	\$16,488,667,000	\$16,488,667,000	
Territories – Family Assistance Grants	77,875,000	77,875,000	
Matching Grants to Territories	15,000,000	15,000,000	
Family Formation and Healthy Marriage grants	100,000,000	100,000,000	
Research, Demonstration and Technical Assistance activities	100,000,000	100,000,000	
Promotion and Support of Responsible Fatherhood	40,000,000	40,000,000	
Supplemental Grants for Population Increases	319,450,000	319,450,000	
Bonus to Reward Employment Achievement	500,000,000	[500,000,000]	-500,000,000
Tribal Work Programs	7,633,000	7,633,000	
Contingency Fund	2,000,000,000	[2,000,000,000]	-2,000,000,000
Total, BA	\$19,648,625,000	\$17,148,625,000	-\$2,500,000,000

¹ Bracketed budget authority in FY 2006 reflects grants that will be made from unobligated balances. The President's reauthorization proposal includes a five-year reauthorization of \$500,000,000 for the Employment Achievement Bonus, providing \$100,000,000 per year on average for these grants, and \$2,000,000,000 for the Contingency Fund to remain available for five years. The 2005 column assumes enactment of the President's reauthorization proposal. P.L. 108-308 authorizes TANF through March 31, 2005.

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. Reauthorization requested for this program is pending congressional action.

The purpose of TANF 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) reduce dependency 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.

Building on the success of the 1996 welfare reform program, the 2006 budget follows the framework proposed in the President's 2005 budget request which includes reauthorization of TANF. The reauthorization maintains current program funding levels for the following activities: Family Assistance Grants to States, Tribes and Territories; Matching Grants to Territories; and Tribal Work Programs. The reauthorization proposal reinstates authority for both the Contingency Fund and Supplemental Grants for Population Increases. In addition, the reauthorization proposal establishes three new programs including a new TANF Research, Demonstration and Technical Assistance program which will be primarily focused on the promotion of family formation and healthy two-parent marriage activities, a new matching grant program focused on marriage promotion and a program designed to promote responsible fatherhood activities. Finally, the Bonus to Reward High Performance States would be re-focused to provide for bonuses on employment achievement.

The description below highlights major changes in current law that have been proposed in the Administration's reauthorization package.

Statement of the Budget Request

Funding levels included throughout this chapter are based on the levels included in the President's welfare reform reauthorization proposal pending before Congress.

Program Description

State Family Assistance Grants: Funding under the TANF program is provided primarily through State Family Assistance Grants, which are authorized and pre-appropriated at \$16.5 billion each year. State allocations are based on historic levels of welfare spending. While states must meet certain work, participation, and maintenance of effort requirements, they have enormous flexibility with their TANF funds to design programs that promote work, responsibility and self-sufficiency, and strengthen families.

There has been a dramatic increase in employment of current and former welfare recipients. The percentage of working recipients remains high. In 2003, 28 percent of adult recipients were

working, compared to less than 7 percent in 1992, and 11 percent in 1996. Thus, about one in three recipients was working in a typical month, over a four fold increase since 1992. In 2003 the vast majority (75 percent) of recipients who were working were in paid employment; others were engaged in work experience and community service.

States have wide flexibility under TANF to determine their own eligibility criteria, benefit levels, and the type of services and benefits available to TANF recipients. However, states must maintain a historical level of state spending on behalf of eligible families (the maintenance of effort requirement) and must meet minimum work participation rate requirements. The proposed reauthorization also would increase flexibility for states by allowing them to spend TANF funds carried over from previous years for activities other than cash assistance. These activities may include spending for encouraging formation and maintenance of healthy, two-parent married families and responsible fatherhood. In 2003, all but one state, the District of Columbia and Puerto Rico and the Virgin Islands met the overall work participation rates for all families. Additionally, of the 29 jurisdictions that have two-parent family programs subject to a work participation rate, 25 jurisdictions met the standard.

In addition, families who have received federally funded assistance under TANF for five cumulative years (or less at state option) are not eligible for federally funded assistance. States may continue to exempt up to 20 percent of their cases from this rule.

Under current law states may transfer up to a total of 30 percent of their TANF funds to either the Child Care and Development Block Grant program or the Social Services Block Grant (SSBG) program with not more than 4.25 percent transferable to SSBG. (FY 2005 Appropriations language modified this allowing for states to transfer up to 10 percent to SSBG). Under the proposed reauthorization, the allowable SSBG transfer would be restored to 10 percent as originally authorized by PRWORA.

Tribes are eligible to operate their own TANF programs and those that choose to do so receive their own Family Assistance Grants. The number of approved TANF plans has steadily increased since the first three tribal TANF programs started in July 1997. As of January 2005, 45 tribal TANF grantees covering 230 Tribes and Alaska Native Villages have been approved, all of which are fully operational. Thirty-six of the approved plans involve individual Tribes and nine are multi-tribal TANF operations.

Territories — Family Assistance Grants: These grants provide funding to Guam, Puerto Rico and the Virgin Islands to operate their own TANF programs. Territories are subject to the same state plan, work and maintenance of effort requirements as the fifty states and the District of Columbia. A territory's allocation is based on historic funding levels, with a total of \$77.9 million made available annually.

Matching Grants to Territories: These grants are an additional source of funding to the Territories. These Matching Grants are subject to a ceiling under Section 1108 of the Social Security Act and additional maintenance of effort requirements. Matching Grant funds may be used for the TANF program and the Foster Care, Adoption Assistance, and Independent Living

programs. The Federal-matching rate for these funds is 75 percent, and up to \$15 million is made available annually for this purpose. Use of the Matching Grant is optional.

Supplemental Grants for Population Increases: These grants were authorized to provide additional TANF funding in FYs 1998-2002 to states that experienced increases in their populations and/or had low levels of welfare spending per capita. A state qualified for a grant in years after FY 1998 only if it qualified in FY 1998. Territories and Tribes were not eligible. Seventeen states received a total of \$319 million for these grants in FY 2004. The President's reauthorization proposal would continue these grants at this level.

Bonus to Reward High Performance States: These grants provide bonus funds to states that meet certain performance measures reflecting how well they are achieving the goals of TANF. A total of \$1 billion was available for awards for FY 1999-2003 and the total amount awarded each year averaged \$200 million. During FY 2004, \$200 million was awarded to compensate states for meeting performance measures – forty-two states received bonuses for meeting measures from the previous performance year.

Under the proposed reauthorization a total of \$500 million would be available for awards over a five year period. These bonuses would be restructured to focus on employment achievement, and would average \$100 million per year.

Family Formation and Healthy Marriage Grants: The FY 2006 budget includes funding for this new matching grant program proposed in reauthorization targeted to effective family formation activities to support and sustain healthy two parent married families. These grants are proposed to be funded at \$100 million in 2006.

Promotion and Support of Responsible Fatherhood and Healthy Marriage Activities: The FY 2006 budget includes \$40 million for the Promotion and Support of Responsible Fatherhood and Healthy Marriage program to reverse the rise in father absence and its subsequent impact on our nation's children. This program would fund activities by public entities and non-profit community entities, including religious organizations, and Indian Tribes and tribal organizations, for demonstration service projects designed to test promising approaches to promote and support involved, committed, and responsible fatherhood, and to encourage and support healthy marriages between parents raising children. In addition, funds would be used to identify, test, and publicize community-based programs and activities that effectively encourage and support responsible fatherhood and that can be replicated in other communities, including two multi-city multi-state projects.

Tribal Work Programs: These grants are available to Indian Tribes and Alaska Native organizations that conducted a Job Opportunities and Basic Skills Training (JOBS) program in FY 1995. The purpose of these grants is to allow Indian Tribes and Alaska Native organizations to operate a program to make work activities available to their members. Funding is authorized and pre-appropriated at \$7,633,000 for each fiscal year.

Contingency Fund: The \$2 billion Contingency Fund was established to provide a funding reserve which could be used to assist states that experience unexpected economic downturns,

resulting in larger than expected numbers of families receiving TANF services. In order to be eligible to receive Contingency Funds, a state must meet one of two criteria:

- 1) The state's unemployment rate for the most recent 3-month period for which data are available must exceed 6.5 percent and this rate must be at least 10 percent higher than the unemployment rate for the same 3-month period in either or both of the last two calendar years or;
- 2) The number of food stamp participants in the state must exceed by at least 10 percent the number of food stamp participants in the state in the comparable quarter of either FY 1994 or FY 1995.

The reauthorization proposal would reinstate the Contingency Fund, retaining the above triggers, but would include a modification to the definition of maintenance of effort and simplify the annual reconciliation process.

Research, Demonstration and Technical Assistance Activities: This new authority proposed in reauthorization would fund research, demonstration, and technical assistance activities with funding principally going to initiatives that are targeted to family formation, healthy marriages and reducing the incidence of out of wedlock birth. These activities are proposed to be funded at \$100 million in 2006.

Performance Analysis

The main purpose of TANF is to enable recipients to be self-sufficient. As part of the 1996 welfare reform legislation (PRWORA), TANF performance measures were established to focus on moving TANF recipients from welfare to work – increasing their earnings and economic independence. PRWORA also established work participation performance standards and created a High Performance Bonus (HPB) incentive system to facilitate the achievement of economic independence for TANF recipients. These requirements were included to provide States and Territories both financial rewards for high performance and significant improvement and penalties for not meeting the work participation targets.

The eight performance measures for TANF relate specifically to achieving economic independence. Of the five measures for which data are available for FY 2003, ACF met or exceeded one target: increasing earnings of TANF recipients.

One of the measures, the all-family minimum participation rate standard was established at 50 percent for FY 2002 and subsequent years. However, because of the caseload reduction credit, most States currently are required to have zero, or nearly zero, parents participating in work activities. The work participation rate for all families fell from 33.4 percent in FY 2002 to 31.3 percent in FY 2003, and was the second year in a row in which the national all-family rate declined. Under the Administration's welfare reform reauthorization plan, a meaningful family work participation rate would be reinstated while maintaining, and in many cases increasing, flexibility in how States seek to achieve that standard.

We adjusted the performance targets for the employment retention measure (employment retention over three quarters rather than over two quarters) at the time we changed the retention measure, we did not take into consideration the dampening effect of the caseload reduction credit on the magnitude of recipient work participation. In fact for the past four years, nearly 60 percent of the adult TANF recipients have not engaged in any work/work preparation activities. We believe the current job retention targets maybe unrealistically ambitious. We have changed the FY 2005 and FY 2006 targets to 60 percent in recognition that it will take us time to regulate on the new work requirements once reauthorization legislation is passed and time for States to fully implement the new work requirements. ACF exceeded its target for increasing the percentage rate of earnings gained by employed adult TANF recipients between a base quarter and subsequent quarter with actual performance in FY 2003 of 33 percent (target 29 percent). FY 2005 and FY 2006 targets are also 29 percent.

Rationale for the Budget Request

Welfare reform has been a major success, but further progress can still be made. The number of TANF dependent families has been cut by more than half. Critics of welfare reform predicted mass increases in child poverty. In fact, between 1996 and 2003, the child poverty rate fell from 20.5 percent to 17.6 percent. The poverty rate for African-American children dropped from 39.9 percent to 34 percent.

But even with this notable progress, much remains to be done, and states still face many challenges. This Administration is committed to continuing to ensure every American has the resources available to move not just from welfare to work, but toward self-sufficiency by strengthening the federal-state partnership; asking states to help every family they serve achieve the greatest degree of self-sufficiency possible through a creative mix of work and additional constructive activities; and helping states and communities find effective ways to promote healthy marriages and responsible fatherhood and reduce out-of-wedlock childbearing; improving the management and, therefore, the quality of programs and services made available to families; and allowing states to integrate the various welfare and workforce assistance programs operating in their states.

The past success of the first wave of welfare reform efforts provides a unique opportunity to move to the next phase of welfare reform as evidenced in the Administration's welfare reform legislation and the on going efforts of the Congress to enact welfare reform legislation.

Resource and Program Data
State Family Assistance Grant

	2004 Actual	2005 Estimate	2006 Estimate
<u>Resource Data:</u>			
Service Grants:			
Formula	\$16,480,048,448	\$16,488,667,235	\$16,488,667,235
Discretionary			
Research			
Demonstration			
Development			
Training/Technical Assistance			
Evaluation			
Program Support			
Other			
TOTAL PROGRAM	\$16,480,048,448	\$16,488,667,235	\$16,488,667,235
<u>Program Data:</u>			
Number of Grants ¹	90	94	94
New Starts:			
# ¹	3		
\$	18,056,438		
Continuations:			
# ¹	87	94	94
\$	16,461,992,010	16,488,667,235	16,488,667,235
Contracts:			
#			
\$			
Interagency Agreements:			
#			
\$			

¹ Includes Tribal plans receiving Family Assistance Grants.

Resource and Program Data
Matching Grants to Territories

	2004 Actual	2005 Estimate	2006 Estimate
<u>Resource Data:</u>			
Service Grants:			
Formula	\$0	\$15,000,000	\$15,000,000
Discretionary			
Research			
Demonstration			
Development			
Training/Technical Assistance			
Evaluation			
Program Support			
Other			
TOTAL PROGRAM	\$0	\$15,000,000	\$15,000,000
<u>Program Data:</u>			
Number of Grants	0	TBD	TBD
New Starts:			
#	0	TBD	TBD
\$	\$0	\$15,000,000	\$15,000,000
Continuations:			
#			
\$			
Contracts:			
#			
\$			
Interagency Agreements:			
#			
\$			

Resource and Program Data
 Bonus to Reward Decrease in Illegitimacy¹

	2004 Actual	2005 Estimate	2006 Estimate
<u>Resource Data:</u>			
Service Grants:			
Formula	\$100,000,000		
Discretionary			
Research			
Demonstration			
Development			
Training/Technical Assistance			
Evaluation			
Program Support			
Other			
TOTAL PROGRAM	\$100,000,000		
<u>Program Data:</u>			
Number of Grants	4		
New Starts:			
#	4		
\$	\$100,000,000		
Continuations:			
#			
\$			
Contracts:			
#			
\$			
Interagency Agreements:			
#			
\$			

¹ The Administration is not requesting reauthorization of this program.

Resource and Program Data
Research, Demonstration and Technical Assistance Activities

	2004 Actual	2005 Estimate	2006 Estimate
<u>Resource Data:</u>			
Formula			
Discretionary			
Research		\$30,000,000	\$30,000,000
Demonstration		58,000,000	58,000,000
Development			
Training/Technical Assistance		7,000,000	7,000,000
Evaluation		1,000,000	1,000,000
Program Support ¹		4,000,000	4,000,000
Other			
TOTAL PROGRAM		\$100,000,000	\$100,000,000
<u>Program Data:</u>			
Number of Applicants		TBD	TBD
Number of Grants		TBD	TBD
New Starts:			
#			
\$		\$78,000,000	\$78,000,000
Continuations:			
#			
\$			
Contracts:			
#			
\$		\$20,000,000	\$20,000,000
Interagency Agreements:			
#			
\$			

¹ Includes funding for information technology support, salaries/benefits and associated overhead.

Resource and Program Data
Family Formation and Healthy Marriage Grant Program

	2004 Actual	2005 Estimate	2006 Estimate
<u>Resource Data:</u>			
Service Grants:			
Formula			
Discretionary ¹		\$100,000,000	\$100,000,000
Research			
Demonstration			
Development			
Training/Technical Assistance			
Evaluation			
Program Support			
Other			
TOTAL PROGRAM		\$100,000,000	\$100,000,000
<u>Program Data:</u>			
Number of Grants		TBD	TBD
New Starts:			
#			
\$		\$98,000,000	\$98,000,000
Continuations:			
#			
\$			
Contracts:			
#		2	2
\$		\$2,000,000	\$2,000,000
Interagency Agreements:			
#			
\$			

¹ Includes funds for discretionary grants and panel review of grants in the making of the awards.

Resource and Program Data
Promotion and Support of Responsible Fatherhood & Healthy Marriage

	2004 Actual	2005 Estimate	2006 Estimate
<u>Resource Data:</u>			
Service Grants:			
Formula			
Discretionary	\$0	\$34,000,000	\$34,000,000
Research/Evaluation		1,720,000	1,720,000
Demonstration/Development		4,000,000	4,000,000
Training/Technical Assistance			
Program Support ¹		280,000	280,000
Total, Resources	\$0	\$40,000,000	\$40,000,000
<u>Program Data:</u>			
Number of Grants	0	60	60
New Starts:			
#	0	60	60
\$	\$0	\$34,000,000	\$34,000,000
Continuations:			
#	0	0	0
\$	\$0	\$0	\$0
Contracts:			
#	0	10	10
\$	\$0	\$5,720,000	\$5,720,000
Interagency Agreements:			
#	0	0	0
\$	\$0	\$0	\$0

¹ Includes funding for information technology support, printing and grants/panel review costs.

Resource and Program Data
Bonus to Reward Employment Achievement (Obligations)

	2004 Actual	2005 Estimate	2006 Estimate
<u>Resource Data:</u>			
Service Grants:			
Formula	\$200,000,000	\$100,000,000	100,000,000
Discretionary			
Research			
Demonstration			
Development			
Training/Technical Assistance			
Evaluation			
Program Support			
Other			
TOTAL PROGRAM	\$200,000,000	\$100,000,000	\$100,000,000
<u>Program Data:</u>			
Number of Applicants	51	n.a.	n.a.
Number of Grants	42	n.a.	n.a.
New Starts:			
#	42	n.a.	n.a.
\$	\$200,000,000	\$100,000,000	\$100,000,000
Continuations:			
#			
\$			
Contracts:			
#			
\$			
Interagency Agreements:			
#			
\$			

Resource and Program Data
Tribal Work Programs

	2004 Actual	2005 Estimate	2006 Estimate
<u>Resource Data:</u>			
Service Grants:			
Formula	\$7,633,287	\$7,633,287	\$7,633,287
Discretionary			
Research			
Demonstration			
Development			
Training/Technical Assistance			
Evaluation			
Program Support			
Other			
TOTAL PROGRAM	\$7,633,287	\$7,633,287	\$7,633,287
<u>Program Data:</u>			
Number of Grants	78	78	78
New Starts:			
#			
\$			
Continuations:			
#	78	78	78
\$	\$7,633,287	\$7,633,287	\$7,633,287
Contracts:			
#			
\$			
Interagency Agreements:			
#			
\$			

**DEPARTMENT OF HEALTH AND HUMAN SERVICES
ADMINISTRATION FOR CHILDREN AND FAMILIES**

FY 2006 MANDATORY STATE/FORMULA GRANTS

PROGRAM: Temporary Assistance for Needy Families (CFDA #93.558)

STATE/TERRITORY	FY 2004 Actual	FY 2005 Appropriation	FY 2006 Estimate	Difference +/- 2005
Alabama	\$106,437,396	\$104,408,461	\$104,408,461	\$0
Alaska	63,445,365	60,264,911	60,264,911	0
Arizona	230,168,400	226,130,536	226,130,536	0
Arkansas	65,757,808	62,951,233	62,951,233	0
California	3,694,716,075	3,687,672,493	3,687,672,493	0
Colorado	149,626,381	149,626,381	149,626,381	0
Connecticut	266,788,107	266,788,107	266,788,107	0
Delaware	32,683,043	32,290,981	32,290,981	0
District of Columbia	118,161,486	92,609,815	92,609,815	0
Florida	632,954,640	622,745,788	622,745,788	0
Georgia	368,024,967	368,024,967	368,024,967	0
Hawaii	97,983,740	98,904,788	98,904,788	0
Idaho	35,507,511	33,910,608	33,910,608	0
Illinois	585,056,960	585,056,960	585,056,960	0
Indiana	215,691,470	206,799,109	206,799,109	0
Iowa	136,014,153	131,524,959	131,524,959	0
Kansas	101,123,574	101,931,061	101,931,061	0
Kentucky	184,371,501	181,287,669	181,287,669	0
Louisiana	179,902,274	180,998,997	180,998,997	0
Maine	80,684,566	78,120,889	78,120,889	0
Maryland	254,098,032	229,098,032	229,098,032	0
Massachusetts	466,631,977	459,371,116	459,371,116	0
Michigan	785,844,680	775,352,858	775,352,858	0
Minnesota	280,560,591	267,161,347	267,161,347	0
Mississippi	98,382,410	95,803,252	95,803,252	0
Missouri	227,904,327	217,051,740	217,051,740	0
Montana	45,983,919	43,707,219	43,707,219	0
Nebraska	60,644,068	57,769,382	57,769,382	0
Nevada	47,281,924	47,710,284	47,710,284	0
New Hampshire	64,183,471	38,521,261	38,521,261	0
New Jersey	416,074,849	404,034,823	404,034,823	0
New Mexico	116,184,327	117,131,204	117,131,204	0
New York	2,467,930,602	2,442,930,602	2,442,930,602	0
North Carolina	338,349,547	338,349,547	338,349,547	0
North Dakota	27,719,799	26,399,809	26,399,809	0

STATE/TERRITORY	FY 2004 Actual	FY 2005 Appropriation	FY 2006 Estimate	Difference +/- 2005
Ohio	756,083,457	727,968,260	727,968,260	0
Oklahoma	150,624,477	147,594,230	147,594,230	0
Oregon	169,034,897	166,798,629	166,798,629	0
Pennsylvania	724,142,466	719,499,305	719,499,305	0
Rhode Island	94,255,831	95,021,587	95,021,587	0
South Carolina	103,759,069	99,967,824	99,967,824	0
South Dakota	22,026,918	21,279,651	21,279,651	0
Tennessee	222,665,128	213,088,938	213,088,938	0
Texas	538,964,526	538,964,526	538,964,526	0
Utah	87,830,892	84,313,871	84,313,871	0
Vermont	49,192,191	47,353,181	47,353,181	0
Virginia	166,199,431	158,285,172	158,285,172	0
Washington	389,495,019	388,732,276	388,732,276	0
West Virginia	113,999,784	110,176,310	110,176,310	0
Wisconsin	325,993,688	315,133,319	315,133,319	0
Wyoming	19,378,297	18,500,530	18,500,530	0
Subtotal	16,976,520,011	16,685,118,798	16,685,118,798	0
Tribal Family Asst. Grants	122,998,663	122,998,663	122,998,663	0
Guam	2,334,005	3,992,703	3,992,703	0
Puerto Rico	70,970,136	71,035,276	71,035,276	0
Virgin Islands	2,875,031	2,846,564	2,846,564	0
Subtotal	199,177,835	200,873,206	200,873,206	0
Total States/Territories	17,175,697,846	16,885,992,004	16,885,992,004	0
Tribal New Program	7,558,020	7,633,287	7,633,287	0
Employment Achieve Bonus	0	500,000,000	[400,000,000]	-400,000,000
TANF Research & TA	0	100,000,000	100,000,000	0
Family Formation Match	0	100,000,000	100,000,000	0
Responsible Fatherhood		40,000,000	40,000,000	
Contingency Fund	[1,958,000,000]	2,000,000,000	[2,000,000,000]	-2,000,000,000
Territories Matching Fund	0	15,000,000	15,000,000	0
Subtotal adjustments	7,558,020	2,762,633,287	262,633,287	-2,400,000,000
TOTAL RESOURCES	\$17,183,255,866	\$19,648,625,291	\$17,148,625,291	-\$2,400,000,000

State levels include State Family Assistance Grants, High Performance bonuses, Illegitimacy bonuses and Supplemental Grants in FY 2004. State levels for FY's 2005 and 2006 include only State Family Assistance Grants and Supplemental Population Grants. Under the President's welfare reauthorization beginning in FY 2005 \$500,000,000 will be available for the Employment Achievement bonus over a five year period, to be awarded to states in increments of \$100,000,000 annually and \$2,000,000,000 will be available for the Contingency fund for a period of five years. Current Estimates of states' use of the Contingency fund under proposed reauthorization is approximately \$38,300,000 during FY 2005. The budget authority of the Territory Matching Fund is \$15,000,000 - estimates of Territory use of the matching fund is approx. \$6,000,000 a year.

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