

## DEPARTMENT OF SOCIAL SERVICES

744 P Street, Sacramento, CA 95814



October 16, 1996

ALL-COUNTY INFORMATION NOTICE I-55-96

TO: ALL COUNTY WELFARE DIRECTORS  
 ALL COUNTY FISCAL OFFICERS  
 ALL COUNTY ADMINISTRATIVE  
 SERVICE OFFICERS

<u>REASON FOR THIS TRANSMITTAL</u>
<input type="checkbox"/> State Law Change
<input type="checkbox"/> Federal Law or Regulation Change
<input type="checkbox"/> Court Order or Settlement Agreement
<input type="checkbox"/> Clarification Requested by One or More Counties
<input checked="" type="checkbox"/> Initiated by CDSS

SUBJECT: ADMINISTRATIVE REIMBURSEMENT FOR AID TO FAMILIES WITH  
 DEPENDENT CHILDREN (AFDC) OVERPAYMENTS AND COLLECTIONS  
 FOR STATE FISCAL YEAR (SFY) 1996-97 (SB 627, Chapter 64, Sec. 46,  
 June 30, 1993)

The purpose of this all county information notice is to update you on the process for determining reimbursements for county AFDC collections activity for state fiscal year 1996-97.

The California Department of Social Services (CDSS) Fraud Bureau has been given permanent authority to administer the AFDC overpayment collections incentive program, as part of the Trailer Bill for the fiscal year (FY) 1996-97 budget (SB 1780, Chapter 206). This means that the incentive program will be continued indefinitely.

In FY 1996-97, the base year for AFDC collections has been changed to FY 1994-95 (FY 1992-93 was used in the past). As in previous years, reimbursement for each county's administrative cost of collections will depend on the amount collections increased over the base year. The county's 15 percent share of cost will be reimbursed up to the State's share of that county's increase in collections for the year.

As was the case last year, fifty-three counties are participating in this incentive program. If your county is participating, please see the attached page, which shows your county's base year (FY 1994-95) collections and approved funding level.

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This incentive program has been very effective since its inception in 1994, and we are looking forward to working with you this year. Please call John Moist of the Fraud Bureau, at (916) 323-0445, if you have any questions.



BRUCE WAGSTAFF  
Deputy Director  
Welfare Programs Division

Attachment to County Welfare Directors,  
County Fiscal Officers and County  
Administrative Service Officers only

c: CWDA