## **DEPARTMENT OF SOCIAL SERVICES** 744 P Street, Sacramento, California 95814



July 7, 2000

REASON FOR THIS TRANSMITTAL

- [] State Law Change
- [x] Federal Change
- [] Court Order
- [] Clarification Requested by
  - One or More Counties
- [] Initiated by CDSS

ALL-COUNTY LETTER NO. 00-43

## TO: ALL COUNTY WELFARE DIRECTORS FOOD STAMP COORDINATORS

## SUBJECT: FOOD STAMP (FS) PROGRAM EXCLUSION OF TEMPORARY ASSISTANCE TO NEEDY FAMILIES (TANF) VENDOR PAYMENTS FOR HOUSING

The Food Stamp Act requires that housing assistance provided through a State or local housing authority that is paid to the vendor on behalf of the household must not be considered as income to a household. Current federal regulations do not include in the list of types of excludable vendor payments TANF funds used by State or local housing authorities for housing assistance. The Food and Nutrition Service of the United States Department of Agriculture is revising these regulations to include vendor payments made through State or local housing authorities using TANF funds.

Manual of Policies and Procedures (MPP) section 63-502.2(b)(2) will also be revised to reflect this correction at the State level. Since there is a legal requirement to exclude this type of TANF funded vendor payment, effective immediately, counties must implement the exclusion of this type of housing assistance as income to the FS household. These funds are only excluded if paid directly to the vendor. If received by the household, they are counted as unearned income under MPP 63-502.141.

If you have any questions, please contact Ernie Villalobos, Analyst, Food Stamp Program Bureau, Policy Implementation Unit at (916) 657-1680.

Sincerely,

Original Document Signed By Bruce Wagstaff On July 7, 2000

BRUCE WAGSTAFF Deputy Director Welfare to Work Division