DEPARTMENT OF SOCIAL SERVICES

744 P Street, Sacramento, CA 95814





June 11, 1990

ALL COUNTY LETTER NO. 90-47

TO: ALL COUNTY WELFARE DIRECTORS

SUBJECT: TREATMENT OF TCC PAYMENTS IN THE FOOD STAMP PROGRAM

REFERENCE: ACL NO. 90-29 IMPLEMENTATION OF THE TRANSITIONAL

CHILD CARE PROGRAM, Dated March 22, 1990e

The purpose of this letter is to provide counties with corrected information concerning the treatment of Transitional Child Care (TCC) payments made under the Job Opportunities and Basic Skills Training Program for Food Stamp Program purposes.

The Western Region of the Food and Nutrition Service (FNS) notified us recently that the National Office of FNS has revised their policy direction regarding the treatment of TCC payments. This means the policy guidelines provided in ACL NO. 90-29, dated March 22, 1990, are incorrect as they were based on the original instructions received from FNS.

Pursuant to Section 402 (g)(1)(E)(i) of the Social Security Act, as amended by the Family Support Act of 1988 (PL 100-485), TCC payments are to be excluded as income in the Food Stamp Program. Therefore, all TCC payments received by Food Stamp households are excluded as income under M.S. 63-502.2 (l) regardless of the type of payments. Since TCC payments are not to be considered as reimbursements, the total dependent care cost will be an allowable deduction, subject to the \$160 limit per child.

We regret any inconvenience our earlier policy direction may have caused you. If you have any questions, please contact Kathie Birmingham of the AFDC and Food Stamp Policy Implementation Bureau at $(916)\ 324-2012$.

ROBERT A. HOREL Deputy Director

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cc: CWDA