

DEPARTMENT OF SOCIAL SERVICES

744 P Street, Sacramento, CA 95814



March 16, 1998

ALL COUNTY LETTER 98-18

TO: ALL COUNTY WELFARE DIRECTORS
ALL CalWORKs PROGRAM SPECIALISTS

REASON FOR THIS TRANSMITTAL

- ☐ State Law Change
- ☐ Federal Law or Regulation Change
- ☒ Court Order
- ☐ Clarification Requested by One or More Counties
- ☐ Initiated by CDSS

SUBJECT: CHANGE IN INSTRUCTIONS RELATING TO THE ELIMINATION OF
THE LUMP SUM RULE - OVERPAYMENTS

REFERENCE: PAOLI v. ANDERSON COURT CASE and ALL COUNTY LETTERS
97-59 and 97-63

The purpose of this letter is to clarify instructions in All County Letter (ACL) 97-63 regarding the Paoli court order. County welfare departments (CWDs) must immediately cease all recoupment of overpayments established due to lump sum periods of ineligibility which were imposed on or after November 1, 1996, or which were imposed before that date but continued through that date. The enclosed Notice of Action (NOA) language must be mailed to suspend the current recoupment of an overpayment covered by the Paoli order.

CWDs are to take no other action related to these overpayments at this time, except to flag all affected cases for later payment of corrective underpayments. When the California Department of Social Services has resolved the outstanding issues in this case, instructions regarding the disbursement of the underpayments will be issued in a subsequent ACL.

If you have any questions about this letter or the Paoli v. Anderson lawsuit, please call Mr. Vincent Toolan at (916) 654-1808.

Sincerely,

BRUCE WAGSTAFF
Deputy Director
Welfare to Work Division

Attachment