

EXAMPLES OF FAMILY INCOME (REGION 2)

These examples are to give you an idea of the differences in income between cash aid, a regular job, and grant-based on-the-job training (OJT). The amount you receive will vary depending on your family size, how many hours you work, and how much other income you might receive.

Region 2 Assistance Unit Size = 2	Receive Cash Aid Only	Regular Job When Gross Wages Equals Cash Aid Amount	Grant-based OJT When Gross Wages Equals Cash Aid Amount
Cash aid for two people	\$555	\$555	\$555 is diverted to the employer
Monthly gross wage	N/A (does not apply)	\$555	\$555
Earned income disregard Gross wage less \$225	N/A	$\$555 - \$225 = \$330$	N/A
50% earned income disregard	N/A	$\$330 \div 2 = \165	N/A
Nonexempt income	N/A	\$165	\$555
Cash aid for two people	\$555	\$555	\$555
Less nonexempt income	N/A	-\$165	-\$555
Cash aid received	\$555	\$390	\$0
Net wages = gross wages less 8% for social security, Medicare, and SDI taxes	N/A	$\$555 - \$44 \text{ (taxes)} = \$511$	$\$555 - \$44 \text{ (taxes)} = \$511$
Total income	\$555	$(\$390 + \$511) = \$901$	\$511

Region 2 Assistance Unit Size = 3	Receive Cash Aid Only	Regular Job When Gross Wages Equals Cash Aid Amount	Grant-based OJT When Gross Wages Equals Cash Aid Amount
Cash aid for three people	\$689	\$689	\$689 is diverted to the employer
Monthly gross wage	N/A	\$689	\$689
Earned income disregard Gross wage less \$225	N/A	$\$689 - \$225 = \$464$	N/A
50% earned income disregard	N/A	$\$464 \div 2 = \232	N/A
Nonexempt income	N/A	\$232	\$689
Cash aid for three people	\$689	\$689	\$689
Less nonexempt income	N/A	-\$232	-\$689
Cash aid received	\$689	\$457	\$0
Net wages = gross wages less 8% for social security, Medicare, and SDI taxes	N/A	$\$689 - \$55 \text{ (taxes)} = \$634$	$\$689 - \$55 \text{ (taxes)} = \$634$
Total income	\$689	$(\$457 + \$634) = \$1,091$	\$634

Region 2 Assistance Unit Size = 5	Receive Cash Aid Only	Regular Job When Gross Wages Equals Cash Aid Amount	Grant-based OJT When Gross Wages Equals Cash Aid Amount
Cash aid for five people	\$934	\$934	\$934 is diverted to the employer
Monthly gross wage	N/A	\$934	\$934
Earned income disregard Gross wage less \$225	N/A	$\$934 - \$225 = \$709$	N/A
50% earned income disregard	N/A	$\$709 \div 2 = \354.50	N/A
Nonexempt income	N/A	\$354	\$934
Cash aid for five people	\$934	\$934	\$934
Less nonexempt income	N/A	-\$354	-\$934
Cash aid received	\$934	\$580	\$0
Net wages = gross wages less 8% for social security, Medicare, and SDI taxes	N/A	$\$934 - \$75 \text{ (taxes)} = \$859$	$\$934 - \$75 \text{ (taxes)} = \$859$
Total income	\$934	$(\$580 + \$859) = \$1,439$	\$859