

DEPARTMENT OF SOCIAL SERVICES

744 P Street, Sacramento, CA 95814

(916) 445-4458



June 15, 1981

ALL-COUNTY INFORMATION NOTICE I- 73-81

TO: ALL COUNTY WELFARE DIRECTORS

SUBJECT: 25-DAY RETROSPECTIVE BUDGETING SYSTEM IN AFDC

REFERENCE: All County Information Notice I-42-81

There have been some developments which affect information you received in All County Information Notice I-42-81 (March 2, 1981).

Proposed regulations which have been noticed with written statements to be received by May 18, 1981 included language to implement a 25-day retrospective budgeting system, changes to the monthly reporting system, notice of action requirements, treatment of income received prior to application and break in aid.

The Department of Finance has reinstated funds in the Governor's Budget for Fiscal Year 1981-82 to cover supplemental payments. This removes the urgency to immediately modify the AFDC budgeting system.

We plan to further evaluate the feasibility of a 25-day retrospective budgeting system and changes to the monthly reporting system and notice of action requirements, taking into account the potential interface problems with the Medi-Cal and Food Stamp Programs, the Earnings Clearance System, and the conversion and start-up costs. In addition, we will take into account the impact of any federal proposals concerning AFDC budgeting systems.

We expect to file the provisions covering budgeting of income prior to application and break in aid by July 31, 1981 to be effective October 1, 1981. These revisions are required by federal regulations.

You may direct any questions on this subject to your AFDC Management Consultant at (916) 445-4458.

Sincerely,


KYLE S. MCKINSEY
Deputy Director

cc.: CWDA

GEN 654a (9/79)

