

## DEPARTMENT OF SOCIAL SERVICES

744 P Street, Sacramento, CA 95814



November 5, 1982

## ALL-COUNTY INFORMATION NOTICE I-147-82

TO: ALL COUNTY WELFARE DIRECTORS

SUBJECT: ALLOWANCE OF MANDATORY PAYROLL DEDUCTIONS (TURNER v. WOODS) AND THE  
DISALLOWANCE OF EARNED INCOME DISREGARDS IN AFDC, RCA, AND ECA  
REFERENCE: 44-113.217

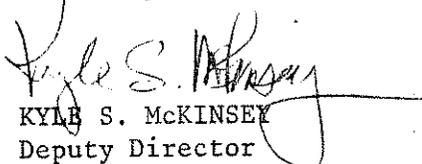
Eligibility and Assistance Standards (EAS) Manual Section 44-113.217 requires the disallowance of earned income disregards as a penalty for various recipient actions. As a result of the order issued in Turner v. Woods, counties have questioned whether this disallowance of disregards also includes disallowances of mandatory payroll deductions.

Mandatory payroll deductions will be allowed even when the penalty outlined in Section 44-113.217 applies. The reason for this is twofold. First, the Turner court in essence, redefined gross income by finding that mandatory payroll deductions cannot be considered income. Second, Section 44-113.217 refers to the disallowance of disregards; there are only four disregards (standard work expense disregard, dependent care disregard, \$30 and 1/3 disregard and student earnings disregard).

For Refugee Cash Assistance (RCA) and Entrant Cash Assistance (ECA), the same policy regarding mandatory payroll deductions applies. However, counties are reminded that the \$30 and 1/3 disregard is not applied in RCA and ECA.

If there are questions, please contact your AFDC Management Consultant at (916) 445-4458, or your Office of Refugee Services (ORS) CWD Operations Consultant at (916) 322-3141 or (415) 557-8588 as appropriate.

Sincerely,

  
KYLE S. MCKINSEY  
Deputy Director

cc: CWDA