

## DEPARTMENT OF BENEFIT PAYMENTS

744 P Street, Sacramento, CA 95814



June 7, 1978

ALL-COUNTY LETTER NO. 78-21 (Fin. Mgmt. Services)

TO: ALL COUNTY WELFARE DIRECTORS  
ALL COUNTY FISCAL STAFF

SUBJECT: REVISED PERCENT OF STATE REIMBURSEMENT DUE TO  
COST-OF-LIVING INCREASE APPLIED TO MAXIMUM AID

REFERENCE:

The percent of state reimbursement for the nonfederal share of the increase in maximum aid effective January 1, 1977 due to Chapter 348, Statutes of 1976 (AB 2601) must be revised each fiscal year due to the cost-of-living increase applied to the maximum aid.

Since AB 2601 provided that the counties will share in subsequent cost-of-living increases, the percent of state reimbursement for AB 2601 will decrease each fiscal year as the maximum aid increases. However, the total amount reimbursed for AB 2601 will remain the same. For Fiscal Year 1978/79, the percent will be revised from 5.38 percent to 4.99 percent.

Line 20E of the CA 800 FG and U form will be changed to reflect this new percent. This revised form will be used effective with the July 1978 AFDC-FG and U claiming. An initial supply will be sent under separate cover.

If you have any questions, please contact Jim Korstjens of Financial Planning at 916/445-7046.

Sincerely,

A handwritten signature in dark ink, appearing to read "R. E. Reich".

R. E. REICH  
Deputy Director

cc: CWDA