

116TH CONGRESS  
1ST SESSION

# S. 2777

To assist States, tribes, territories, counties, and cities in implementing the Family First Prevention Services Act, and for other purposes.

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IN THE SENATE OF THE UNITED STATES

NOVEMBER 5, 2019

Mr. GRASSLEY (for himself and Mr. WYDEN) introduced the following bill; which was read twice and referred to the Committee on Finance

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## A BILL

To assist States, tribes, territories, counties, and cities in implementing the Family First Prevention Services Act, and for other purposes.

1       *Be it enacted by the Senate and House of Representa-*  
2       *tives of the United States of America in Congress assembled,*

3 **SECTION 1. SHORT TITLE.**

4       This Act may be cited as the “Family First Transi-  
5       tion Act”.

6 **SEC. 2. EVIDENCE STANDARD TRANSITION.**

7       (a) TEMPORARY SUSPENSION OF REQUIREMENT  
8       THAT AT LEAST 50 PERCENT OF A STATE’S REIMBURSE-  
9       MENT FOR PREVENTION AND FAMILY SERVICES AND  
10      PROGRAMS BE FOR PROGRAMS AND SERVICES THAT

1 MEET THE WELL-SUPPORTED PRACTICE REQUIRE-  
2 MENT.—With respect to quarters in fiscal years 2020 and  
3 2021, section 474(a)(6)(A) of the Social Security Act shall  
4 be applied without regard to clause (ii) of such section.

5 (b) SUPPORTED PRACTICES TEMPORARILY TREATED  
6 AS WELL-SUPPORTED PRACTICES.—With respect to quar-  
7 ters in fiscal years 2022 and 2023, practices that meet  
8 the criteria specified for supported practices in section  
9 471(e)(4)(C) of the Social Security Act shall be considered  
10 well-supported practices for purposes of section  
11 474(a)(6)(A)(ii) of such Act.

12 **SEC. 3. ENHANCED FUNDING FOR TRANSITION ACTIVITIES.**

13 (a) TRANSITION FUNDING.—

14 (1) APPROPRIATION.—Out of any money in the  
15 Treasury of the United States not otherwise appro-  
16 priated, there are appropriated to the Secretary of  
17 Health and Human Services (in this Act referred to  
18 as the “Secretary”) to carry out this subsection  
19 \$500,000,000 for fiscal year 2020, which shall re-  
20 main available through fiscal year 2021.

21 (2) DISTRIBUTION OF FUNDS.—

22 (A) IN GENERAL.—The Secretary shall  
23 allot the amount appropriated by paragraph (1)  
24 of this subsection in accordance with section  
25 423 of the Social Security Act, and shall pay

each State to which an allotment is so made, the total amount so allotted, subject to subparagraph (B) of this paragraph.

(B) RESERVATION OF FUNDS FOR INDIAN TRIBES AND TRIBAL ORGANIZATIONS.—Before applying subparagraph (A) of this paragraph, the Secretary shall reserve 3 percent of the amount appropriated by paragraph (1) of this subsection for allotment to the Indian tribes and tribal organizations with a plan approved under subpart 1 of part B of title IV of the Social Security Act, based on each tribe or tribal organization's share of the total tribal child population among all such tribes and tribal organizations.

16 (b) FUNDING CERTAINTY FOR STATES WITH EXPIR-  
17 ING DEMONSTRATION PROJECTS.—

1 subsection, an amount equal to the amount (if any)  
2 by which—

3 (A)(i) the applicable percentage for the fis-  
4 cal year so specified of the maximum capped al-  
5 location due to the State or sub-State jurisdic-  
6 tion for fiscal year 2019 for foster care mainte-  
7 nance, administration, or training costs, under  
8 the demonstration project, as specified in sec-  
9 tion 4.3 of the State waiver terms and condi-  
10 tions document capped allocation payment table  
11 in effect on August 31, 2019; or

12 (ii) if the terms and conditions do not  
13 specify a maximum amount payable for fiscal  
14 year 2019 for the State or sub-State jurisdic-  
15 tion (due to the use of a comparison jurisdic-  
16 tion to ensure cost neutrality), the final cost  
17 neutrality limit for the State or sub-State juris-  
18 diction for fiscal year 2018, as most recently re-  
19 ported by the State or sub-State jurisdiction as  
20 of September 30, 2019, for foster care mainte-  
21 nance, administration, or training costs under  
22 the demonstration project that were included in  
23 the waiver; exceeds

24 (B) the total amount payable to the State  
25 or sub-State jurisdiction under part E of title

1           IV of such Act for the fiscal year so specified  
2           for foster care expenditures (whether payable  
3           under paragraph (1) or (3) of section 474(a) of  
4           such Act) that were maintenance, administra-  
5           tion, or training costs of the demonstration  
6           project taken into account by the Secretary in  
7           determining the total amount referred to in  
8           subparagraph (A) of this paragraph.

9           (2) APPLICABLE PERCENTAGE DEFINED.—In  
10          this paragraph, the term “applicable percentage”  
11          means—

12                 (A) 90 percent, in the case of fiscal year  
13                 2020; or  
14                 (B) 75 percent, in the case of fiscal year  
15                 2021.

16           (3) SPECIAL RULE.—The calculation under  
17          paragraph (1) with respect to a State shall be made  
18          without regard to—

19                 (A) any change approved after August 31,  
20                 2019, in the capped allocation or the terms and  
21                 conditions referred to in subparagraph (A) with  
22                 respect to the State; or

23                 (B) any change made after such date to  
24                 the financial form submitted by the State that  
25                 is used in determining the capped allocation.

1                             (4) DISTRIBUTION OF FUNDS.—Each State  
2 that receives funds under this subsection shall dis-  
3 tribute the funds to jurisdictions in the State that  
4 were operating demonstration projects under section  
5 1130 of the Social Security Act in a manner con-  
6 sistent with each sub-State jurisdiction's propor-  
7 tionate loss as compared with fiscal year 2019.

8                             (5) RECONCILIATION PROCESS.—Each State  
9 seeking a payment under this subsection shall report  
10 expenditures pursuant to part E of title IV of the  
11 Social Security Act in a manner determined by the  
12 Secretary and the Secretary shall account for any  
13 revisions to spending for fiscal years 2020 and 2021  
14 after the end of the respective fiscal year that are  
15 reported by the State agency administering the  
16 State plan approved under such part, and received  
17 by the Department of Health and Human Services,  
18 within 2 years after the last day of the fiscal quarter  
19 in which the expenditure was made.

20                             (6) AVAILABILITY OF FUNDS.—The amounts  
21 made available for payments to States under this  
22 subsection for a fiscal year shall remain available  
23 through the end of the third succeeding fiscal year.

24                             (c) USE OF FUNDS.—

1                             (1) IN GENERAL.—In addition to the purposes  
2                             specified in part B of title IV of the Social Security  
3                             Act, a State may use funds provided under this sec-  
4                             tion for activities previously funded under a dem-  
5                             onstration project under section 1130 of such Act to  
6                             reduce any adverse fiscal impacts as jurisdictions  
7                             transition funding sources for the projects, and for  
8                             activities directly associated with the implementation  
9                             of title VII of division E of Public Law 115–123  
10                           (also known as the Family First Prevention Services  
11                           Act).

12                             (2) LIMITATION.—None of the funds provided  
13                             under this section may be used to match Federal  
14                             funds under any program.

15                             **SEC. 4. REPORTING ON ENHANCED FUNDING FOR TRANSI-**  
16                                     **TION ACTIVITIES.**

17                             (a) IN GENERAL.—Each State to which funds are  
18                             paid under section 3 of this Act shall submit to the Sec-  
19                             retary, in a manner specified by the Secretary, a written  
20                             report on—

21                             (1) how the grant is used to implement each  
22                             part of title VII of division E of Public Law 115–  
23                             123 (also known as the Family First Prevention  
24                             Services Act), with a separate statement with re-  
25                             spect to each such part;

1                         (2) all programs, services, and operational costs  
2                         to which the grant is put;

3                         (3) the characteristics of the families and chil-  
4                         dren served by use of the grant; and

5                         (4)(A) the use by the State of amounts pro-  
6                         vided for each fiscal year to continue activities pre-  
7                         viously funded under a waiver provided under sec-  
8                         tion 1130 of the Social Security Act; and

9                         (B)(i) the plan of the State to transition the ac-  
10                         tivities so that needed activities can be provided  
11                         under the State plan approved under part E of title  
12                         IV of the Social Security Act; or

13                         (ii) if expenditures for the activities would not  
14                         be eligible for payment under the State plan ap-  
15                         proved under such part E—

16                         (I) the reason therefor; and

17                         (II) the funding sources the State plans to  
18                         use to cover the costs of needed activities.

19                         (b) APPLICABILITY OF OTHER LAWS.—For purposes  
20                         of subpart 2 of part B of title IV of the Social Security  
21                         Act, each report required by subsection (a) of this section  
22                         shall be considered to be required by section 432(a)(8) of  
23                         such Act, and shall contain such additional information  
24                         as the Secretary may require.

1 **SEC. 5. DEFINITION OF STATE.**

2        In this Act, the term “State” has the meaning given  
3 the term in section 431(a)(4) of the Social Security Act.

4 **SEC. 6. RENAMING OF TITLE IV-B-2 OF THE SOCIAL SECU-  
5 RITY ACT.**

6        The subpart heading for subpart 2 of part B of title  
7 IV of the Social Security Act is amended by striking  
8 **“Promoting Safe and Stable Families”** and in-  
9 serting **“MaryLee Allen Promoting Safe and  
10 Stable Families Program”**.

11 **SEC. 7. EFFECTIVE DATE.**

12        This Act and the amendments made by this Act shall  
13 take effect as if included in the Bipartisan Budget Act  
14 of 2018 on the date of the enactment of such Act.

15 **SEC. 8. TECHNICAL CORRECTION.**

16        Section 50701 of the Bipartisan Budget Act of 2018  
17 (42 U.S.C. 1305 note; Public Law 115–123) is amended  
18 by striking “Bipartisan Budget Act of 2018” and insert-  
19 ing “Family First Prevention Services Act”.

