

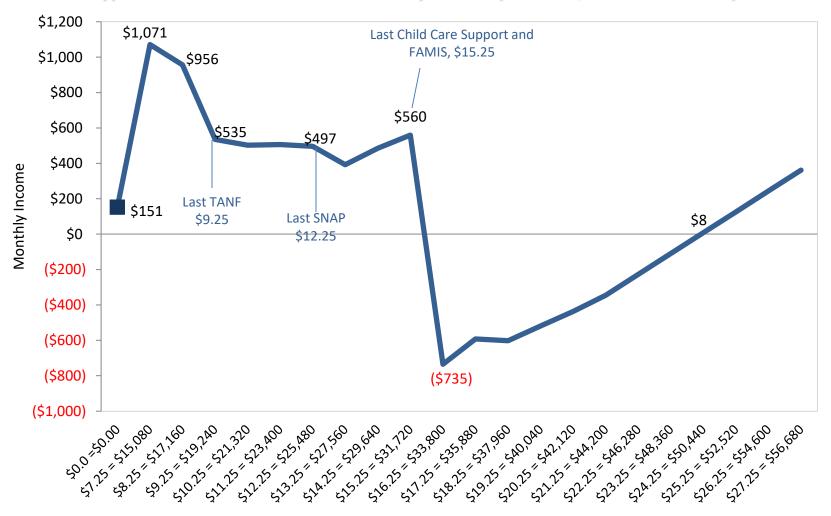
Benefit Cliff and TANF Update Commission on Youth 12/04/18

## **Benefit Cliff**

Illustration of the "benefit cliff" – Richmond City
 TANF VIEW Participant
 (https://www.dss.virginia.gov/geninfo/reports/financ
 ial assistance/sufficiency.cgi)

- Analysis based on 2016 data
- Assumes families participate in all programs and tax credit opportunities

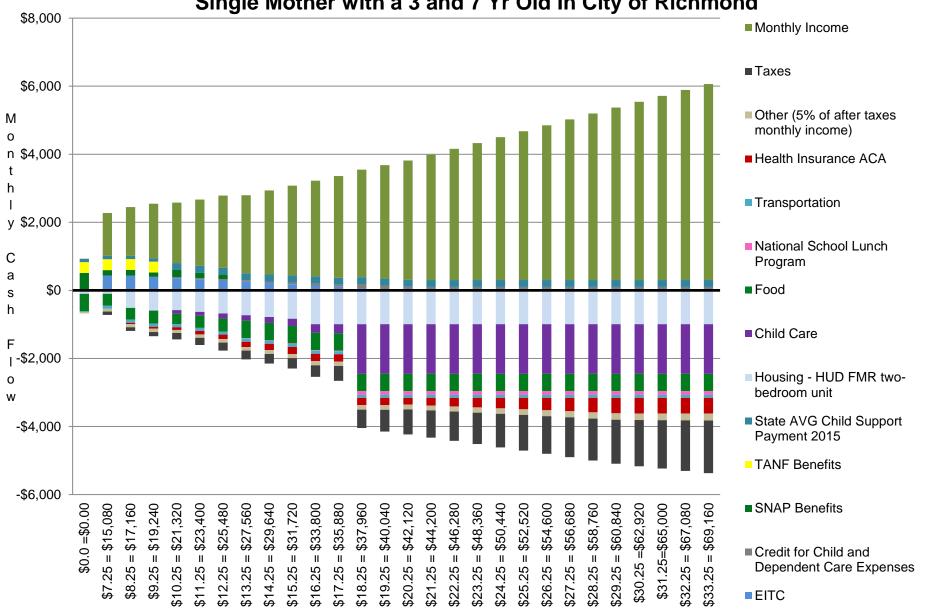
## Hypothetical TANF VIEW Discretionary Monthly Income, After Taxes & Expenses



**Hourly and Annual Pay** 

City of Richmond

## Hypothetical Positive and Negative Monthly Cash Flow at Different Income Levels Single Mother with a 3 and 7 Yr Old In City of Richmond



## **Benefit Cliff**

- Current policies and state actions to mitigate the benefit cliff
  - Earned income disregards in TANF and SNAP
  - New child care policies (10/01/18) on graduated exit and 12 month eligibility
  - Adoption of a living wage standard and new orientation for TANF VIEW and SNAP Employment and Training
  - Sectoral and credential initiatives as part of the workforce system
  - Outreach to increase utilization of the Earned Income Tax Credit

TANF Eligibility and Payments onthly Figures for 3 Person Family

