

1.1 moves to amend H.F. No. 1967 as follows:

1.2 Page 1, after line 14, insert:

1.3 **"ARTICLE 1**

1.4 **CHILDREN AND FAMILIES POLICY PROVISIONS"**

1.5 Page 59, after line 29, insert:

1.6 **"ARTICLE 2**

1.7 **CHILD CARE**

1.8 Section 1. Minnesota Statutes 2010, section 119B.09, subdivision 7, is amended to read:

1.9 Subd. 7. **Date of eligibility for assistance.** (a) The date of eligibility for child care
1.10 assistance under this chapter is the later of the date the application was ~~signed~~ received by
1.11 the county; the beginning date of employment, education, or training; the date the infant is
1.12 born for applicants to the at-home infant care program; or the date a determination has
1.13 been made that the applicant is a participant in employment and training services under
1.14 Minnesota Rules, part 3400.0080, or chapter 256J.

1.15 (b) Payment ceases for a family under the at-home infant child care program when a
1.16 family has used a total of 12 months of assistance as specified under section 119B.035.
1.17 Payment of child care assistance for employed persons on MFIP is effective the date of
1.18 employment or the date of MFIP eligibility, whichever is later. Payment of child care
1.19 assistance for MFIP or DWP participants in employment and training services is effective
1.20 the date of commencement of the services or the date of MFIP or DWP eligibility,
1.21 whichever is later. Payment of child care assistance for transition year child care must be
1.22 made retroactive to the date of eligibility for transition year child care.

1.23 (c) Notwithstanding paragraph (b), payment of child care assistance for participants
1.24 eligible under section 119B.05 may only be made retroactive for a maximum of six
1.25 months from the date of application for child care assistance.

2.1 Sec. 2. Minnesota Statutes 2010, section 119B.12, subdivision 1, is amended to read:

2.2 Subdivision 1. **Fee schedule.** All changes to parent fees must be implemented on
2.3 the first Monday of the service period following the effective date of the change.

2.4 PARENT FEE SCHEDULE. The parent fee schedule is as follows, except as noted
2.5 in subdivision 2:

2.6	Income Range (as a percent of the state	Co-payment (as a percentage of adjusted
2.7	median income, except at the start of the	gross income)
2.8	first tier)	
2.9	0-74.99% of federal poverty guidelines	\$0/month <u>biweekly</u>
2.10	75.00-99.99% of federal poverty guidelines	\$5/month <u>\$2/biweekly</u>
2.11	100.00% of federal poverty	
2.12	guidelines-27.72%	2.61%
2.13	27.73-29.04%	2.61%
2.14	29.05-30.36%	2.61%
2.15	30.37-31.68%	2.61%
2.16	31.69-33.00%	2.91%
2.17	33.01-34.32%	2.91%
2.18	34.33-35.65%	2.91%
2.19	35.66-36.96%	2.91%
2.20	36.97-38.29%	3.21%
2.21	38.30-39.61%	3.21%
2.22	39.62-40.93%	3.21%
2.23	40.94-42.25%	3.84%
2.24	42.26-43.57%	3.84%
2.25	43.58-44.89%	4.46%
2.26	44.90-46.21%	4.76%
2.27	46.22-47.53%	5.05%
2.28	47.54-48.85%	5.65%
2.29	48.86-50.17%	5.95%
2.30	50.18-51.49%	6.24%
2.31	51.50-52.81%	6.84%
2.32	52.82-54.13%	7.58%
2.33	54.14-55.45%	8.33%
2.34	55.46-56.77%	9.20%
2.35	56.78-58.09%	10.07%
2.36	58.10-59.41%	10.94%
2.37	59.42-60.73%	11.55%
2.38	60.74-62.06%	12.16%
2.39	62.07-63.38%	12.77%
2.40	63.39-64.70%	13.38%
2.41	64.71-66.99 <u>67.00%</u>	14.00%
2.42	<u>Greater than</u> 67.00%	ineligible

3.1 A family's ~~monthly~~ biweekly co-payment fee is the fixed percentage established for
3.2 the income range multiplied by the highest possible income within that income range.

3.3 Sec. 3. Minnesota Statutes 2010, section 119B.12, subdivision 2, is amended to read:

3.4 Subd. 2. **Parent fee.** A family must be assessed a parent fee for each service period.
3.5 A family's parent fee must be a fixed percentage of its annual gross income. Parent fees
3.6 must apply to families eligible for child care assistance under sections 119B.03 and
3.7 119B.05. Income must be as defined in section 119B.011, subdivision 15. The fixed
3.8 percent is based on the relationship of the family's annual gross income to 100 percent
3.9 of the annual state median income. Parent fees must begin at 75 percent of the poverty
3.10 level. The minimum parent fees for families between 75 percent and 100 percent of
3.11 poverty level must be ~~\$5 per month~~ \$2 per biweekly period. Parent fees must provide
3.12 for graduated movement to full payment. Payment of part or all of a family's parent
3.13 fee directly to the family's child care provider on behalf of the family by a source other
3.14 than the family shall not affect the family's eligibility for child care assistance, and the
3.15 amount paid shall be excluded from the family's income. Child care providers who accept
3.16 third-party payments must maintain family specific documentation of payment source,
3.17 amount, and time period covered by the payment.

3.18 Sec. 4. Minnesota Statutes 2010, section 119B.125, subdivision 1a, is amended to read:

3.19 Subd. 1a. **Background study required.** This subdivision only applies to legal,
3.20 nonlicensed family child care providers. Prior to authorization, and as part of each
3.21 reauthorization required in subdivision 1, the county shall perform a background study on
3.22 every member of the provider's household who is age 13 and older. ~~The background study~~
3.23 ~~shall be conducted according to the procedures under subdivision 2.~~ The county shall also
3.24 perform a background study on an individual who has reached age ten but is not yet age
3.25 13 and is living in the household where the nonlicensed child care will be provided when
3.26 the county has reasonable cause as defined under section 245C.02, subdivision 15.

3.27 Sec. 5. Minnesota Statutes 2010, section 119B.125, subdivision 2, is amended to read:

3.28 Subd. 2. **Persons who cannot be authorized.** (a) ~~When any member of the~~
3.29 ~~legal, nonlicensed family child care provider's household meets any of the conditions~~
3.30 ~~under paragraphs (b) to (n), the provider must not be authorized as a legal nonlicensed~~
3.31 ~~family child care provider. To determine whether any of the listed conditions exist, the~~
3.32 ~~county must request information about the provider and other household members for~~
3.33 ~~whom a background study is required under subdivision 1a from the Bureau of Criminal~~

4.1 ~~Apprehension, the juvenile courts, and social service agencies. When one of the listed~~
4.2 ~~entities does not maintain information on a statewide basis, the county must contact~~
4.3 ~~the entity in the county where the provider resides and any other county in which the~~
4.4 ~~provider or any household member previously resided in the past year. For purposes of~~
4.5 ~~this subdivision, a finding that a delinquency petition is proven in juvenile court must be~~
4.6 ~~considered a conviction in state district court. The provider seeking authorization under~~
4.7 ~~this section shall collect the information required under section 245C.05, subdivision 1,~~
4.8 ~~and forward the information to the county agency. The background study must include~~
4.9 ~~a review of the information required under section 245C.08, subdivisions 2, 3, and 4,~~
4.10 ~~paragraph (b). A nonlicensed family child care provider is not authorized under this~~
4.11 ~~section if any household member who is the subject of a background study is determined~~
4.12 ~~to have a disqualifying characteristic under paragraphs (b) to (e) or under section 245C.14~~
4.13 ~~or 245C.15. If a county has determined that a provider is able to be authorized in that~~
4.14 ~~county, and a family in another county later selects that provider, the provider is able to~~
4.15 ~~be authorized in the second county without undergoing a new background investigation~~
4.16 ~~unless one of the following conditions exists:~~

- 4.17 (1) two years have passed since the first authorization;
- 4.18 (2) another person age 13 or older has joined the provider's household since the
4.19 last authorization;
- 4.20 (3) a current household member has turned 13 since the last authorization; or
- 4.21 (4) there is reason to believe that a household member has a factor that prevents
4.22 authorization.

4.23 ~~(b) The person has been convicted of one of the following offenses or has admitted to~~
4.24 ~~committing or a preponderance of the evidence indicates that the person has committed an~~
4.25 ~~act that meets the definition of one of the following offenses: sections 609.185 to 609.195,~~
4.26 ~~murder in the first, second, or third degree; 609.2661 to 609.2663, murder of an unborn~~
4.27 ~~child in the first, second, or third degree; 609.322, solicitation, inducement, promotion~~
4.28 ~~of prostitution, or receiving profit from prostitution; 609.342 to 609.345, criminal sexual~~
4.29 ~~conduct in the first, second, third, or fourth degree; 609.352, solicitation of children to~~
4.30 ~~engage in sexual conduct; 609.365, incest; 609.377, felony malicious punishment of a~~
4.31 ~~child; 617.246, use of minors in sexual performance; 617.247, possession of pictorial~~
4.32 ~~representation of a minor; 609.2242 to 609.2243, felony domestic assault; a felony offense~~
4.33 ~~of spousal abuse; a felony offense of child abuse or neglect; a felony offense of a crime~~
4.34 ~~against children; or an attempt or conspiracy to commit any of these offenses as defined in~~
4.35 ~~Minnesota Statutes; or an offense in any other state or country where the elements are~~
4.36 ~~substantially similar to any of the offenses listed in this paragraph.~~

5.1 ~~(e) Less than 15 years have passed since the discharge of the sentence imposed for~~
5.2 ~~the offense and the person has received a felony conviction for one of the following~~
5.3 ~~offenses, or the person has admitted to committing or a preponderance of the evidence~~
5.4 ~~indicates that the person has committed an act that meets the definition of a felony~~
5.5 ~~conviction for one of the following offenses: sections 609.20 to 609.205, manslaughter~~
5.6 ~~in the first or second degree; 609.21, criminal vehicular homicide; 609.215, aiding~~
5.7 ~~suicide or aiding attempted suicide; 609.221 to 609.2231, assault in the first, second,~~
5.8 ~~third, or fourth degree; 609.224, repeat offenses of fifth-degree assault; 609.228, great~~
5.9 ~~bodily harm caused by distribution of drugs; 609.2325, criminal abuse of a vulnerable~~
5.10 ~~adult; 609.2335, financial exploitation of a vulnerable adult; 609.235, use of drugs to~~
5.11 ~~injure or facilitate a crime; 609.24, simple robbery; 617.241, repeat offenses of obscene~~
5.12 ~~materials and performances; 609.245, aggravated robbery; 609.25, kidnapping; 609.255,~~
5.13 ~~false imprisonment; 609.2664 to 609.2665, manslaughter of an unborn child in the first or~~
5.14 ~~second degree; 609.267 to 609.2672, assault of an unborn child in the first, second, or third~~
5.15 ~~degree; 609.268, injury or death of an unborn child in the commission of a crime; 609.27,~~
5.16 ~~coercion; 609.275, attempt to coerce; 609.324, subdivision 1, other prohibited acts, minor~~
5.17 ~~engaged in prostitution; 609.3451, repeat offenses of criminal sexual conduct in the fifth~~
5.18 ~~degree; 609.378, neglect or endangerment of a child; 609.52, theft; 609.521, possession of~~
5.19 ~~shoplifting gear; 609.561 to 609.563, arson in the first, second, or third degree; 609.582,~~
5.20 ~~burglary in the first, second, third, or fourth degree; 609.625, aggravated forgery; 609.63,~~
5.21 ~~forgery; 609.631, check forgery, offering a forged check; 609.635, obtaining signature~~
5.22 ~~by false pretenses; 609.66, dangerous weapon; 609.665, setting a spring gun; 609.67,~~
5.23 ~~unlawfully owning, possessing, or operating a machine gun; 609.687, adulteration; 609.71,~~
5.24 ~~riot; 609.713, terrorist threats; 609.749, stalking; 260C.301, termination of parental rights;~~
5.25 ~~152.021 to 152.022 and 152.0262, controlled substance crime in the first or second degree;~~
5.26 ~~152.023, subdivision 1, clause (3) or (4), or 152.023, subdivision 2, clause (4), controlled~~
5.27 ~~substance crime in third degree; 152.024, subdivision 1, clause (2), (3), or (4), controlled~~
5.28 ~~substance crime in fourth degree; 617.23, repeat offenses of indecent exposure; an attempt~~
5.29 ~~or conspiracy to commit any of these offenses as defined in Minnesota Statutes; or an~~
5.30 ~~offense in any other state or country where the elements are substantially similar to any of~~
5.31 ~~the offenses listed in this paragraph.~~

5.32 ~~(d) Less than ten years have passed since the discharge of the sentence imposed for~~
5.33 ~~the offense and the person has received a gross misdemeanor conviction for one of the~~
5.34 ~~following offenses or the person has admitted to committing or a preponderance of the~~
5.35 ~~evidence indicates that the person has committed an act that meets the definition of a gross~~
5.36 ~~misdemeanor conviction for one of the following offenses: sections 609.224, fifth-degree~~

6.1 ~~assault; 609.2242 to 609.2243, domestic assault; 518B.01, subdivision 14, violation of~~
6.2 ~~an order for protection; 609.3451, fifth-degree criminal sexual conduct; 609.746, repeat~~
6.3 ~~offenses of interference with privacy; 617.23, repeat offenses of indecent exposure;~~
6.4 ~~617.241, obscene materials and performances; 617.243, indecent literature, distribution;~~
6.5 ~~617.293, disseminating or displaying harmful material to minors; 609.71, riot; 609.66,~~
6.6 ~~dangerous weapons; 609.749, stalking; 609.224, subdivision 2, paragraph (c), fifth-degree~~
6.7 ~~assault against a vulnerable adult by a caregiver; 609.23, mistreatment of persons~~
6.8 ~~confined; 609.231, mistreatment of residents or patients; 609.2325, criminal abuse of a~~
6.9 ~~vulnerable adult; 609.2335, financial exploitation of a vulnerable adult; 609.233, criminal~~
6.10 ~~neglect of a vulnerable adult; 609.234, failure to report maltreatment of a vulnerable adult;~~
6.11 ~~609.72, subdivision 3, disorderly conduct against a vulnerable adult; 609.265, abduction;~~
6.12 ~~609.378, neglect or endangerment of a child; 609.377, malicious punishment of a child;~~
6.13 ~~609.324, subdivision 1a, other prohibited acts, minor engaged in prostitution; 609.33,~~
6.14 ~~disorderly house; 609.52, theft; 609.582, burglary in the first, second, third, or fourth~~
6.15 ~~degree; 609.631, check forgery, offering a forged check; 609.275, attempt to coerce; an~~
6.16 ~~attempt or conspiracy to commit any of these offenses as defined in Minnesota Statutes; or~~
6.17 ~~an offense in any other state or country where the elements are substantially similar to~~
6.18 ~~any of the offenses listed in this paragraph.~~

6.19 ~~(e) Less than seven years have passed since the discharge of the sentence imposed~~
6.20 ~~for the offense and the person has received a misdemeanor conviction for one of the~~
6.21 ~~following offenses or the person has admitted to committing or a preponderance of the~~
6.22 ~~evidence indicates that the person has committed an act that meets the definition of a~~
6.23 ~~misdemeanor conviction for one of the following offenses: sections 609.224, fifth-degree~~
6.24 ~~assault; 609.2242, domestic assault; 518B.01, violation of an order for protection;~~
6.25 ~~609.3232, violation of an order for protection; 609.746, interference with privacy; 609.79,~~
6.26 ~~obscene or harassing telephone calls; 609.795, letter, telegram, or package opening;~~
6.27 ~~harassment; 617.23, indecent exposure; 609.2672, assault of an unborn child, third degree;~~
6.28 ~~617.293, dissemination and display of harmful materials to minors; 609.66, dangerous~~
6.29 ~~weapons; 609.665, spring guns; an attempt or conspiracy to commit any of these offenses~~
6.30 ~~as defined in Minnesota Statutes; or an offense in any other state or country where the~~
6.31 ~~elements are substantially similar to any of the offenses listed in this paragraph.~~

6.32 ~~(f) The person has been identified by the child protection agency in the county where~~
6.33 ~~the provider resides or a county where the provider has resided or by the statewide child~~
6.34 ~~protection database as a person found by a preponderance of evidence under section~~
6.35 ~~626.556 to be responsible for physical or sexual abuse of a child within the last seven years.~~

7.1 ~~(g) The person has been identified by the adult protection agency in the county~~
 7.2 ~~where the provider resides or a county where the provider has resided or by the statewide~~
 7.3 ~~adult protection database as the person responsible for abuse or neglect of a vulnerable~~
 7.4 ~~adult within the last seven years.~~

7.5 ~~(h) (b)~~ The person has refused to give written consent for disclosure of criminal
 7.6 history records.

7.7 ~~(i) (c)~~ The person has been denied a family child care license or has received a fine
 7.8 or a sanction as a licensed child care provider that has not been reversed on appeal.

7.9 ~~(j) (d)~~ The person has a family child care licensing disqualification that has not
 7.10 been set aside.

7.11 ~~(k) (e)~~ The person has admitted or a county has found that there is a preponderance
 7.12 of evidence that fraudulent information was given to the county for child care assistance
 7.13 application purposes or was used in submitting child care assistance bills for payment.

7.14 ~~(l) The person has been convicted of the crime of theft by wrongfully obtaining~~
 7.15 ~~public assistance or has been found guilty of wrongfully obtaining public assistance by a~~
 7.16 ~~federal court, state court, or an administrative hearing determination or waiver, through a~~
 7.17 ~~disqualification consent agreement, as part of an approved diversion plan under section~~
 7.18 ~~401.065, or a court-ordered stay with probationary or other conditions.~~

7.19 ~~(m) The person has a household member age 13 or older who has access to children~~
 7.20 ~~during the hours that care is provided and who meets one of the conditions listed in~~
 7.21 ~~paragraphs (b) to (l).~~

7.22 ~~(n) The person has a household member ages ten to 12 who has access to children~~
 7.23 ~~during the hours that care is provided; information or circumstances exist which provide~~
 7.24 ~~the county with articulable suspicion that further pertinent information may exist showing~~
 7.25 ~~the household member meets one of the conditions listed in paragraphs (b) to (l); and the~~
 7.26 ~~household member actually meets one of the conditions listed in paragraphs (b) to (l).~~

7.27 Sec. 6. Minnesota Statutes 2010, section 119B.125, subdivision 6, is amended to read:

7.28 Subd. 6. **Record-keeping requirement.** All providers receiving child care
 7.29 assistance payments must keep daily attendance records for children receiving child care
 7.30 assistance and must make those records available immediately to the county upon request.
 7.31 The attendance records must be completed daily and include the date, the first and last
 7.32 name of each child in attendance, and the times when each child is dropped off and picked
 7.33 up. To the extent possible, the times that the child was dropped off to and picked up from
 7.34 the child care provider must be entered by the person dropping off or picking up the child.
 7.35 The daily attendance records must be retained for six years after the date of service.

8.1 A county may deny authorization as a child care provider to any applicant or rescind
8.2 authorization of any provider when the county knows or has reason to believe that the
8.3 provider has not complied with the record-keeping requirement in this subdivision.

8.4 Sec. 7. Minnesota Statutes 2011 Supplement, section 119B.13, subdivision 1, is
8.5 amended to read:

8.6 Subdivision 1. **Subsidy restrictions.** (a) Beginning October 31, 2011, the maximum
8.7 rate paid for child care assistance in any county or multicounty region under the child care
8.8 fund shall be the rate for like-care arrangements in the county effective July 1, 2006,
8.9 decreased by 2.5 percent.

8.10 (b) ~~Every year~~ Biennially beginning in 2012, the commissioner shall survey rates
8.11 charged by child care providers in Minnesota to determine the 75th percentile for
8.12 like-care arrangements in counties. When the commissioner determines that, using the
8.13 commissioner's established protocol, the number of providers responding to the survey is
8.14 too small to determine the 75th percentile rate for like-care arrangements in a county or
8.15 multicounty region, the commissioner may establish the 75th percentile maximum rate
8.16 based on like-care arrangements in a county, region, or category that the commissioner
8.17 deems to be similar.

8.18 (c) A rate which includes a special needs rate paid under subdivision 3 or under a
8.19 school readiness service agreement paid under section 119B.231, may be in excess of the
8.20 maximum rate allowed under this subdivision.

8.21 (d) The department shall monitor the effect of this paragraph on provider rates. The
8.22 county shall pay the provider's full charges for every child in care up to the maximum
8.23 established. The commissioner shall determine the maximum rate for each type of care
8.24 on an hourly, full-day, and weekly basis, including special needs and disability care. The
8.25 maximum payment to a provider for one day of care must not exceed the daily rate. The
8.26 maximum payment to a provider for one week of care must not exceed the weekly rate.

8.27 (e) Child care providers receiving reimbursement under this chapter must not be
8.28 paid activity fees or an additional amount above the maximum rates for care provided
8.29 during nonstandard hours for families receiving assistance.

8.30 (f) When the provider charge is greater than the maximum provider rate allowed,
8.31 the parent is responsible for payment of the difference in the rates in addition to any
8.32 family co-payment fee.

8.33 (g) All maximum provider rates changes shall be implemented on the Monday
8.34 following the effective date of the maximum provider rate.

9.1 Sec. 8. Minnesota Statutes 2010, section 119B.13, subdivision 6, is amended to read:

9.2 Subd. 6. **Provider payments.** (a) The provider shall bill for services provided
9.3 within ten days of the end of the service period. If bills are submitted within ten days of
9.4 the end of the service period, payments under the child care fund shall be made within 30
9.5 days of receiving a bill from the provider. Counties or the state may establish policies that
9.6 make payments on a more frequent basis.

9.7 (b) If a provider has received an authorization of care and been issued a billing form
9.8 for an eligible family, the bill must be submitted within 60 days of the last date of service
9.9 on the bill. A bill submitted more than 60 days after the last date of service must be
9.10 paid if the county determines that the provider has shown good cause why the bill was
9.11 not submitted within 60 days. Good cause must be defined in the county's child care
9.12 fund plan under section 119B.08, subdivision 3, and the definition of good cause must
9.13 include county error. Any bill submitted more than a year after the last date of service on
9.14 the bill must not be paid.

9.15 (c) If a provider provided care for a time period without receiving an authorization
9.16 of care and a billing form for an eligible family, payment of child care assistance may only
9.17 be made retroactively for a maximum of six months from the date the provider is issued
9.18 an authorization of care and billing form.

9.19 (d) A county may refuse to issue a child care authorization to a licensed or legal
9.20 nonlicensed provider, revoke an existing child care authorization to a licensed or legal
9.21 nonlicensed provider, stop payment issued to a licensed or legal nonlicensed provider, or
9.22 ~~may~~ refuse to pay a bill submitted by a licensed or legal nonlicensed provider if:

9.23 (1) the provider admits to intentionally giving the county materially false information
9.24 on the provider's billing forms; ~~or~~

9.25 (2) a county finds by a preponderance of the evidence that the provider intentionally
9.26 gave the county materially false information on the provider's billing forms; ~~or~~

9.27 (3) the provider is in violation of licensing or child care assistance program rules and
9.28 the provider has not corrected the violation;

9.29 (4) the provider submits false attendance reports or refuses to provide documentation
9.30 of the child's attendance upon request; or

9.31 (5) the provider gives false child care price information.

9.32 (e) A county's payment policies must be included in the county's child care plan
9.33 under section 119B.08, subdivision 3. If payments are made by the state, in addition to
9.34 being in compliance with this subdivision, the payments must be made in compliance
9.35 with section 16A.124.

11.1 face-to-face interview and conduct a phone interview for participants who qualify under
 11.2 paragraph (b). During the interview the county agency shall verify the following:

- 11.3 (1) presence of the minor child in the home, if questionable;
- 11.4 (2) income, unless excluded, including self-employment expenses used as a
 11.5 deduction or deposits or withdrawals from business accounts;
- 11.6 (3) assets when the value is within \$200 of the asset limit;
- 11.7 (4) information to establish an exception under section 256J.24, subdivision 9, if
 11.8 questionable;
- 11.9 (5) inconsistent information, if related to eligibility; and
- 11.10 (6) whether a single caregiver household meets requirements in section 256J.575,
 11.11 subdivision 3.

11.12 (b) A participant who is employed any number of hours must be given the option of
 11.13 conducting a face-to-face or phone interview to recertify eligibility. The participant must
 11.14 be employed at the time the interview is scheduled. If the participant loses the participant's
 11.15 job between the time the interview is scheduled and when it is to be conducted, the phone
 11.16 interview may still be conducted.

11.17 **EFFECTIVE DATE.** This section is effective October 1, 2012.

11.18 Sec. 4. Minnesota Statutes 2010, section 256J.621, is amended to read:

11.19 **256J.621 WORK PARTICIPATION CASH BENEFITS.**

11.20 (a) Effective October 1, 2009, upon exiting the diversionary work program (DWP)
 11.21 or upon terminating the Minnesota family investment program with earnings, a participant
 11.22 who is employed may be eligible for work participation cash benefits of \$25 per month
 11.23 to assist in meeting the family's basic needs as the participant continues to move toward
 11.24 self-sufficiency.

11.25 (b) To be eligible for work participation cash benefits, the participant shall not
 11.26 receive MFIP or diversionary work program assistance during the month and the
 11.27 participant or participants must meet the following work requirements:

11.28 (1) if the participant is a single caregiver and has a child under six years of age, the
 11.29 participant must be employed at least 87 hours per month;

11.30 (2) if the participant is a single caregiver and does not have a child under six years of
 11.31 age, the participant must be employed at least 130 hours per month; or

11.32 (3) if the household is a two-parent family, at least one of the parents must be
 11.33 employed ~~an average of at least~~ 130 hours per month.

12.1 Whenever a participant exits the diversionary work program or is terminated from
 12.2 MFIP and meets the other criteria in this section, work participation cash benefits are
 12.3 available for up to 24 consecutive months.

12.4 (c) Expenditures on the program are maintenance of effort state funds under
 12.5 a separate state program for participants under paragraph (b), clauses (1) and (2).
 12.6 Expenditures for participants under paragraph (b), clause (3), are nonmaintenance of effort
 12.7 funds. Months in which a participant receives work participation cash benefits under this
 12.8 section do not count toward the participant's MFIP 60-month time limit.

12.9 Sec. 5. Minnesota Statutes 2010, section 256J.68, subdivision 7, is amended to read:

12.10 Subd. 7. **Exclusive procedure.** The procedure established by this section is
 12.11 exclusive of all other legal, equitable, and statutory remedies against the state, its political
 12.12 subdivisions, or employees of the state or its political subdivisions. The claimant shall
 12.13 not be entitled to seek damages from any state, county, tribal, or reservation insurance
 12.14 policy or self-insurance program. A provider who accepts or agrees to accept an injury
 12.15 protection program payment for services provided to an individual must not require any
 12.16 payment from the individual.

12.17 Sec. 6. Minnesota Statutes 2010, section 256J.95, subdivision 3, is amended to read:

12.18 Subd. 3. **Eligibility for diversionary work program.** (a) Except for the categories
 12.19 of family units listed ~~below~~ in clauses (1) to (8), all family units who apply for cash
 12.20 benefits and who meet MFIP eligibility as required in sections 256J.11 to 256J.15 are
 12.21 eligible and must participate in the diversionary work program. Family units or individuals
 12.22 that are not eligible for the diversionary work program include:

12.23 (1) child only cases;

12.24 (2) ~~a~~ single-parent family ~~unit~~ units that ~~includes~~ include a child under 12 months of
 12.25 age. A parent is eligible for this exception once in a parent's lifetime;

12.26 (3) family units with a minor parent without a high school diploma or its equivalent;

12.27 (4) family units with an 18- or 19-year-old caregiver without a high school diploma
 12.28 or its equivalent who chooses to have an employment plan with an education option;

12.29 ~~(5) a caregiver age 60 or over;~~

12.30 ~~(6)~~ (5) family units with a caregiver who received DWP benefits ~~in~~ within the 12
 12.31 months prior to the month the family applied for DWP, except as provided in paragraph (c);

12.32 ~~(7)~~ (6) family units with a caregiver who received MFIP within the 12 months prior
 12.33 to the month the family ~~unit~~ applied for DWP;

13.1 ~~(8)~~ (7) family unit units with a caregiver who received 60 or more months of
13.2 TANF assistance; and

13.3 ~~(9)~~ (8) family units with a caregiver who is disqualified from the work participation
13.4 cash benefit program, DWP, or MFIP due to fraud; and

13.5 ~~(10) refugees and asylees as defined in Code of Federal Regulations, title 45, part~~
13.6 ~~400, subpart d, section 400.43, who arrived in the United States in the 12 months prior to~~
13.7 ~~the date of application for family cash assistance.~~

13.8 (b) A two-parent family must participate in DWP unless both caregivers meet the
13.9 criteria for an exception under paragraph (a), clauses (1) through (5), or the family unit
13.10 includes a parent who meets the criteria in paragraph (a), clause (6), (7), (8), (9), or (10).

13.11 (c) Once DWP eligibility is determined, the four months run consecutively. If a
13.12 participant leaves the program for any reason and reapplies during the four-month period,
13.13 the county must redetermine eligibility for DWP."

13.14 Renumber the sections in sequence and correct the internal references

13.15 Amend the title accordingly