2026 Special Session I

Budget Bill - HB30 (Enrolled)

Item 329	First Year - FY2027	Second Year - FY2028
Financial Assistance for Self-Sufficiency Programs and Services (45200)	**$250,214,827**	**$385,214,827**
Temporary Assistance for Needy Families (TANF) Cash Assistance (45201)	$53,826,847	$53,826,847
Temporary Assistance for Needy Families (TANF) Employment Services (45212)	$17,045,689	$17,045,689
Supplemental Nutrition Assistance Program Employment and Training (SNAPET) Services (45213)	$2,205,341	$2,205,341
Temporary Assistance for Needy Families (TANF) Child Care Subsidies (45214)	$56,828,598	$56,828,598
At-Risk Child Care Subsidies (45215)	$2,864,671	$2,864,671
Unemployed Parents Cash Assistance (45216)	$12,240,681	$12,240,681
Summer Nutrition Benefit for Children (45221)	$105,203,000	$105,203,000
Supplemental Nutrition Assistance Program (SNAP) Benefits (45222)	$0	$135,000,000
Fund Sources:		
General	$86,884,305	$221,884,305
Federal Trust	$163,330,522	$163,330,522

Authority: Title 2.2, Chapter 54; Title 63.2, Chapters 1 through 7, Code of Virginia; Title VI, Subtitle B, P.L. 97-35, as amended; P.L. 103-252, as amended; P.L. 104-193, as amended, Federal Code.

A.1. It is hereby acknowledged that as of June 30, 2025 there existed with the federal government an unexpended balance of $46,855,247 in federal Temporary Assistance for Needy Families (TANF) block grant funds which are available to the Commonwealth of Virginia to reimburse expenditures incurred in accordance with the adopted State Plan for the TANF program. Based on projected spending levels and appropriations in this Act, the Commonwealth's accumulated balance for authorized federal TANF block grant funds is estimated at $28,371,637 on June 30, 2026; $19,072,560 on June 30, 2027; and $10,623,483 on June 30, 2028.

2. The Department of Social Services shall not initiate, expand, or modify the use of Temporary Assistance for Needy Families (TANF) funds beyond the programs and services expressly authorized and funded in this act, except as specifically authorized by an act of the General Assembly or as required by federal law.

B. No less than 30 days prior to submitting any amendment to the federal government related to the State Plan for the Temporary Assistance for Needy Families program, the Commissioner of the Department of Social Services shall provide the Chairmen of the House Appropriations and Senate Finance an Appropriations Committees as well as the Director, Department of Planning and Budget written documentation detailing the proposed policy changes. This documentation shall include an estimate of the fiscal impact of the proposed changes and information summarizing public comment that was received on the proposed changes.

C. Notwithstanding any other provision of state law, the Department of Social Services shall maintain a separate state program, as that term is defined by federal regulations governing the Temporary Assistance for Needy Families (TANF) program, 45 C.F.R. § 260.30, for the purpose of providing welfare cash assistance payments to able-bodied two-parent families. The separate state program shall be funded by state funds and operated outside of the TANF program. Able-bodied two-parent families shall not be eligible for TANF cash assistance as defined at 45 C.F.R. § 260.31 (a)(1), but shall receive benefits under the separate state program provided for in this paragraph. Although various conditions and eligibility requirements may be different under the separate state program, the basic benefit payment for which two-parent families are eligible under the separate state program shall not be less than what they would have received under TANF. The Department of Social Services shall establish regulations to govern this separate state program.

D. As a condition of this appropriation, the Department of Social Services shall disregard the value of one motor vehicle per assistance unit in determining eligibility for cash assistance in the Temporary Assistance for Needy Families (TANF) program and in the separate state program for able-bodied two-parent families.

E. The Department of Social Services, in collaboration with local departments of social services, shall maintain minimum performance standards for all local departments of social services participating in the Virginia Initiative for Education and Work (VIEW) program. The department shall allocate VIEW funds to local departments of social services based on these performance standards and VIEW caseloads. The allocation formula shall be developed and revised in cooperation with the local social services departments and the Department of Planning and Budget.

F. A participant whose Temporary Assistance for Needy Families (TANF) financial assistance is terminated due to the receipt of 24 months of assistance as specified in § 63.2-612, Code of Virginia, or due to the closure of the TANF case prior to the completion of 24 months of TANF assistance, excluding cases closed with a sanction for noncompliance with the Virginia Initiative for Education and Work program, shall be eligible to receive employment and training assistance for up to 12 months after termination, if needed, in addition to other transitional services provided pursuant to § 63.2-611, Code of Virginia.

G. Out of this appropriation, the Department of Social Services shall use $4,800,000 the first year and $4,800,000 the second year from the federal Temporary Assistance to Needy Families (TANF) block grant to provide to each TANF recipient with two or more children in the assistance unit a monthly TANF supplement equal to the amount the Division of Child Support Enforcement collects up to $200, less the $100 disregard passed through to such recipient. The TANF child support supplement shall be paid within two months following collection of the child support payment or payments used to determine the amount of such supplement. For purposes of determining eligibility for medical assistance services, the TANF supplement described in this paragraph shall be disregarded. In the event there are sufficient federal TANF funds to provide all other assistance required by the TANF State Plan, the Commissioner may use unobligated federal TANF block grant funds in excess of this appropriation to provide the TANF supplement described in this paragraph.

H.1. The Department of Social Services (DSS) and the Department of Education (DOE) shall ensure that the Temporary Assistance for Needy Families (TANF) Virginia Initiative for Employment and Work (VIEW) mandated child care forecast is funded through a combination of general fund, TANF, and Child Care Development Fund (CCDF) grant dollars. The amount of needed CCDF dollars identified in the Memorandum of Agreement (MOA) between the agencies shall be transferred from DOE to DSS within the first thirty days of the fiscal year. DSS shall notify DOE of the required amount of the next fiscal year transfer upon the enrollment of the budget. This amount shall reflect the need identified in the official forecast as well as changes resulting from actions in the final budget.

2. The MOA shall reflect the full cost of the VIEW mandated child care program. From this amount, $56,828,598 the first year and $56,828,598 the second year is appropriated at DSS and the balance shall be transferred from DOE from the CCDF grant to support the VIEW mandated child care program as specified in H.1.

I. Out of this appropriation, $2,647,305 the first year and $2,647,305 the second year from the general fund shall be provided to support state child care programs.

J. Out of this appropriation, $2,120,420 the first year and $2,120,420 the second year from the Temporary Assistance to Needy Families (TANF) block grant shall be provided for the Department of Social Services to implement a program so that TANF-eligible individuals may save funds in an individual development account established for the purposes of home purchase, education, starting a business, transportation, or self-sufficiency. The TANF funds shall be deposited to the individual development accounts at a match rate determined by the department.

K. Out of this appropriation, $105,203,000 the first year and $105,203,000 the second year from nongeneral funds shall be provided to the Department of Social Services for summer nutrition benefits for children.

L. Out of this appropriation, $135,000,000 the second year from the general fund shall be provided to the Department of Social Services for Supplemental Nutrition Assistance Program (SNAP) benefits cost sharing pursuant to Public Law No: 119-21. The general fund in this paragraph shall remain unallotted until the United States Department of Agriculture Food and Nutrition Service releases the federal fiscal year 2026 SNAP error rates. The Director, Department of Planning and Budget, shall allot this appropriation if the Commonwealth's federal fiscal year 2026 error rate results in a benefits cost share for the Commonwealth, and shall allot only the amount necessary to support the benefits cost share based on the identified error rate. The Department of Planning and Budget shall revert any unallotted amounts to the general fund on or before June 30, 2028.