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TANF 101

Work Participation Rate

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Introduction

Temporary Assistance for Needy Families (TANF) is a federal flexible block grant to states with a range of goals, notably to provide income support that allows children to be raised at home, to promote work, and to encourage marriage. However, the federal government does not collect data on states' performance in achieving the full range of goals. The only measure of performance for which states are held accountable is the work participation rate (WPR). States that fail to meet the WPR targets are at risk of losing a share of their block grant.¹

CLASP has deep concerns about the WPR, including that it is a) grounded in racist stereotypes about the need to force public benefit recipients to work; b) does not measure the effectiveness of work activities; c) does not give states credit for engaging recipients in activities such as full-time education and training beyond a year, or for addressing issues such as mental health needs or substance abuse treatment; and d) forces caseworkers to focus on compliance and spend undue amounts of time tracking and documenting hours of participation.

Federal policy changes, such as expanding countable activities under the WPR or allowing states to opt into outcome-based performance measures in lieu of the WPR, would be powerful signals to states in support of moving away from one-size-fits-all approaches to TANF participation requirements and toward individualized services that are more likely to enable recipients to achieve economic security. Under the Fiscal Responsibility Act of 2023, five states will be allowed to enter into pilots under which they track outcome measures rather than the WPR beginning in federal

fiscal year (FY) 2025. In the long term, federal lawmakers should consider abolishing TANF work requirements in favor of an outcome-based measure that reflects the effectiveness of the services offered. However, even under current law, the power of the WPR in limiting states' ability to implement effective programs is often overstated. States have far more discretion to design programs and services for TANF recipients than is recognized.

Overview of the Work Participation Rate

Under the WPR, states must engage a target share of families receiving assistance in a specific list of countable work activities for at least 30 hours a week (20 hours a week for single parents with one or more children under 6) or face financial penalties. By statute, the target rate is 50 percent; however, as discussed below, this target is lowered for states that have experienced caseload decreases, so many states have a lower effective target.

States may use TANF funds to provide a wide range of services to families with low incomes, but only families receiving ongoing "assistance to meet basic needs"—typically in the form of monthly cash benefits—are included in the WPR. Since the passage of the Deficit Reduction Act (DRA) of 2005, families receiving cash assistance with state funds are also included in the WPR if those state funds are claimed toward the TANF "maintenance of effort" (MOE) requirement.² Families that receive other services funded by TANF or MOE, or that receive only "short-term, non-recurrent benefits" to respond to a

specific episode of need, are not counted in the WPR.

Families are included in the rate if an adult or teen parent head of household receives assistance. Since 2006, if a parent lives in the household with a child receiving assistance, the family may be included in the rate even if the parent is not receiving assistance herself.³

The WPR is a process measure, showing whether recipients were present at countable activities for the required number of hours. It does not measure whether these activities increased the participants' employability or earnings. In order to receive credit toward the WPR, states must monitor and document all hours of participation. As a result, caseworkers must devote significant effort to verifying participation hours rather than on assisting families. There is no "partial credit"—for instance, states receive no credit for someone who participates fully for three weeks in a month but misses most of a fourth week due to a sick child or other crisis.

The list of countable activities emphasizes work and work experience while limiting the extent to which education and training, caregiving, and activities to remove barriers to employment can be counted. For this reason, TANF is often described as having a "work first" orientation.

States are permitted to assign recipients to different activities than those that are federally countable, allow them to participate for fewer hours, or exempt them from participation entirely. However, if a state exempts recipients from participation, or modifies their work requirements, that

does not remove them from the WPR. As a result, many states mandate participation in countable activities for all or nearly all recipients.

According to a separate requirement, 90 percent of two-parent families in a state must be engaged in countable work activities for 35 combined hours a week between the two parents (55 combined hours if they receive child care subsidies). There is widespread agreement that this rate is not realistic, given the significant barriers to employment faced by the small number of two-parent families who receive cash assistance. In the most recent year for which data are available, 19 states reported serving no two-parent families with TANF or state MOE funds.⁴ Many of these states have chosen to serve two-parent families with state funds not counted toward the MOE requirement, while others do not offer such families cash assistance at all.

Countable Activities

The federal law lists 12 categories of countable activities. Nine of these are so-called "core" activities, which can be counted for all hours of participation:

- Unsubsidized employment;
- Subsidized private sector employment;
- Subsidized public sector employment;
- Work experience;
- On-the-job training;
- Job search and job readiness assistance;
- Community service programs;
- Vocational educational training, for up to 12 months; and
- Providing child care services to an individual who is participating in a community service program.

Three activities can only be counted when combined with at least 20 hours per week (averaged across a month) of a core activity and are referred to as “non-core” activities:

- Job skills training directly related to employment;
- Education directly related to employment; and
- Satisfactory attendance at secondary school or in a course of study leading to a high school equivalency certificate.

In addition, teen parents (under age 20) may be deemed as participating if they maintain satisfactory attendance at secondary school or the equivalent or participate in education directly related to employment for at least 20 hours per week during the month.

Additional limits apply to the counting of some activities. Not more than 30 percent of families counting toward participation rates may do so through participation in vocational educational training or being teen parents deemed as participating based on education. Job search and job readiness assistance may only be counted for 6 weeks per year (12 weeks during times of high unemployment or need),⁵ of which no more than 4 weeks can be consecutive.

The national achieved rate was 33.6 percent in federal FY 2021,⁶ down from 39.6 percent in FY 2020, and 47.1 percent in FY 2019.⁷ The COVID-19 public health crisis largely contributed to the drop in the work participation rate in FY 2020, as many states suspended participation requirements or granted recipients good cause relief for not attending as the pandemic hit and stay-at-home orders were issued.⁸ Early in the

pandemic, the Administration for Children and Families (ACF) at the U.S. Department of Health and Human Services (HHS) issued a memo to states noting that they did not have the authority to drop the WPR, but that they would use their maximum authority to grant states good cause penalty relief for not meeting their targets due to the public health crisis emergency.⁹

Caseload Reduction Credit Reduces Targets States Must Achieve

Along with the work participation rate requirements, the 1996 law also included a “caseload reduction credit” (CRC), which reduced the target states were required to achieve by a percentage point for every percent of caseload decline since 1995. Because cash assistance caseloads declined very sharply during the early years of TANF, most states had very low, or zero, effective participation rate requirements by the early 2000s.¹⁰ As part of the 2006 TANF reauthorization under the Deficit Reduction Act, Congress therefore reset the base year for the caseload reduction credit to 2005, when caseloads had started to level off. This temporarily resulted in an increase in the targets that states needed to meet. In 2023, Congress reset the base year for the credit to 2015 under the Fiscal Responsibility Act of 2023. The new baseline year goes into effect in FY 2026.

The reasoning behind the CRC is that states receive credit toward the WPR for individuals who combine work and cash assistance, and

Congress was concerned that states should not be penalized when recipients earn enough to stop receiving cash assistance entirely. However, there has also been concern that the caseload reduction credit rewards states for pushing recipients off cash assistance, even if they do not have other sources of support. The caseload reduction credit received by the state is supposed to be adjusted to account for policy changes that have the effect of lowering caseloads, but implementation practices are rarely included in this adjustment.

Due to this concern, as part of the American Recovery and Reinvestment Act of 2009 (also known as the stimulus package), Congress added a temporary “hold harmless” to the caseload reduction credit for FYs 2009 through 2011.¹¹ This provision was designed to ensure that states whose caseloads increased in response to the recession would not face higher required work participation rates as a result.

In addition, the CRC allows states to receive credit for state spending on basic assistance above the minimum required under the MOE requirement. This provision, often referred to as “excess MOE,” was designed to ensure that states whose caseloads increased because of additional state spending were not penalized by a reduced caseload reduction credit.

While this provision was part of the original 1999 regulations implementing welfare reform, it did not receive much attention until after the reauthorization of TANF when the new baseline for the CRC and other changes made the work participation rate much harder to achieve. Some policymakers

have expressed concern that the excess MOE provision weakens the effectiveness of the work participation rate, particularly when states claim third-party (non-governmental) expenditures as MOE. However, others have argued that the “excess MOE” provision has incentivized states to maintain spending on families with low incomes in the face of significant state budget deficits.¹²

As a result of the CRC, states face widely varying participation rate targets. In 2021, the most recent year for which data is available, 30 states had adjusted standards of 0 percent due to the caseload reduction credit, while 6 states had adjusted standards of 40 percent or higher. Therefore, Louisiana “passed” with a WPR of just 0.5 percent (and an adjusted target of 0 percent).¹³

Resetting the Caseload Reduction Credit

In 2023, Congress passed the Fiscal Responsibility Act of 2023, which changed aspects of the CRC for TANF. The bill changed the CRC comparison year from 2005 to 2015, increasing the target rates that states must meet. It also made it harder for states to provide small supplemental TANF payments to recipients already working by only allowing payments to count toward the state’s WPR if the payments are at least \$35. Both changes will go into effect in FY 2026.

Both measures help states meet their WPR so they can best serve TANF recipients with multiple barriers to employment without jeopardizing their block grant award. Such changes may threaten the availability of TANF cash assistance in states that deem it

easier to not provide cash assistance at all rather than attempt to meet the stringent WPR. Nineteen states and the District of Columbia served no two-parent families in FY 2021, demonstrating how some states limit access to cash assistance when faced with unattainable WPR metrics.¹⁴

States Face Financial Penalties for Failure to Meet Target Rates

States that fail to reach the target WPR are subject to a financial penalty based on how far they fall short of the target rate. The maximum penalty in the first year a state misses the rate is 5 percent of the block grant, but it increases by 2 percent a year if states fail to achieve their target rates for multiple years in a row. States may avoid the financial penalty by submitting a “corrective compliance plan” that explains the steps they will take to bring their work participation rate up to the target level. If they succeed in bringing the rate up to their adjusted target, the penalties are waived. Penalties can also be partially waived for partial improvement.

Many states experienced large decreases in the CRC, and therefore large increases in their target rates, between FY 2011 and 2012. This was driven by the loss of the “hold harmless provision” as well as by changes to how excess MOE is calculated. As a result of these higher rates, the number of states identified by HHS as failing the WPR increased significantly. However, most of these states have since come into compliance and are no longer at risk of penalties.

Two states failed to meet their target all-families rate and two-parent rate in 2021. One state failed to meet only the all-families rate – and that state does not serve two-parent families. Seven states failed to meet only the two-parent rate. Thus far, states have only paid nominal amounts for failure to meet the WPR (primarily for failure to meet the higher two-parent rate). However, it can be politically embarrassing for states to be singled out as failing and to be at risk of losing millions of dollars in federal funds. Therefore, states generally pay close attention to their WPR and make great efforts to avoid falling short of their target rates.

HHS may provide penalty relief to states for failure to meet the WPR when caused by natural disasters and other calamities “whose disruptive impact was so significant as to cause the State’s failure.” In March 2020, ACF issued guidance indicating that it would use this authority “to the maximum extent possible” in response to COVID-19.¹⁵

Concerns about the WPR

Since lawmakers created TANF, states, researchers, advocates, and people receiving TANF have expressed concerns about the work participation rate. These concerns have been about the particular list of countable activities, the overall structure of the WPR, and the harmful racist stereotypes that drive the creation of work requirements as a condition of benefit receipt.

Concerns about Countable Activities and Hours

The list of countable activities under the work participation rate does not include the full range of activities needed to respond to individual needs and circumstances. TANF recipients have a broad range of work histories and personal experiences and are poorly served by one-size-fits-all approaches.

Education and training are only allowed as countable activities to a limited extent. Specifically, education and training are generally only countable when combined with at least 20 hours per week of another core activity, except during the one year for which vocational education can be counted as a core activity. Given the unpredictably shifting hours of many jobs that pay low wages, recipients can find it particularly difficult to combine education and training with employment, and many are simply denied the opportunity to meet any of their participation requirements through education. In the face of an economy that increasingly requires a postsecondary credential for all but the lowest-paying jobs, many of which do not pay a living wage, this policy makes it harder for TANF recipients to escape poverty.

The WPR also makes it challenging for states to receive credit for providing appropriate activities to individuals with disabilities and other barriers to full participation.¹⁶ States do not receive partial credit when engaging recipients for less than the minimum required hours, even if they have modified the participation requirement as part of an accommodation required under the

Americans with Disabilities Act. Barrier removal activities such as mental health services and substance abuse treatment are only countable toward the work participation rate as part of “job search/job readiness,” which is only countable for a few weeks per year.

As more work-ready individuals are less and less likely to receive TANF cash assistance, individuals with significant challenges now constitute a substantial share of TANF recipients. Because of the mismatch between the needs and capacities of TANF recipients and the countable activities under TANF, many recipients do not participate in countable activities for the required number of hours.

Concerns about the Structure

The WPR measures whether or not states are tracking the participation of TANF recipients in countable activities. It does not distinguish between a) states that have low participation rates because they are doing a poor job of engaging recipients in any activity and b) states that have carefully assessed recipients and assigned some to reduced hours of participation or to activities that are not federally countable, such as full-time basic education.

As a process measure, the WPR focuses state attention on attendance, not on whether programs are effective in helping participants find and keep work. Because the WPR is thus fundamentally different from the outcome measures used to evaluate programs under the Workforce Innovation and Opportunity Act, or WIOA, the WPR can

serve as a barrier to linking TANF programs to mainstream workforce programs.

In some states, caseworkers spend a significant portion of their time simply ensuring that all hours of participation were verified and documented and can count toward the WPR. One study of employment counselors in Minnesota found they spent 53 percent of their TANF time on documentation activities—such as verifying, collecting, and reporting information for work participation rates—and only 47 percent on direct service activities like creating employment plans, identifying barriers to work, and assisting with job search.¹⁷ In addition, the focus on compliance undermines attempts to build trusting relationships between recipients and workers.

Moreover, it is easier and cheaper for a state to improve its work participation rate by serving fewer families who need assistance than to raise the WPR by running a more effective program. In the wake of the tightened rules under the DRA, the majority of states adopted full-family sanctions, which have the effect of removing non-participating recipients from the caseload, and thus from the WPR. States particularly have little incentive to serve people with significant barriers to employment who are likely to require more time and extensive services before they are able to participate at the levels needed to be counted toward the work participation rate. States with high WPRs may have achieved them by working hard to engage all recipients, or by placing hurdles to keep individuals with significant challenges out of the program.

Even the states that have maintained their commitment to both providing a cash assistance program and serving all TANF recipients with appropriate work activities recognize that these efforts are likely to be only minimally reflected in the work participation rate. These states, therefore, combine their work-focused efforts with backup strategies for ensuring that they do not become subject to WPR penalties, such as use of MOE, or by providing extended supplemental benefits (of at least \$35 beginning in FY 2026) to workers who are paid low wages and who would otherwise lose TANF eligibility due to earnings.

Concerns about the Racist Origins

Work requirements are rooted in racist stereotypes about individuals who participate in public benefit programs like TANF cash assistance.¹⁸ They are also centered on paternalistic views of TANF recipients. Conditioning TANF receipt on work requirements reinforces a false narrative of TANF recipients only being “deserving” of financial support when they are working traditional jobs with consistent hours. Work requirements also often do not recognize the unpaid labor people contribute to our communities and economies, such as caring for children or elders. The work requirement policy stems from false assumptions that recipients will only work when it is mandated – rather than recognizing that recipients want to work but may face significant systemic or individual barriers to employment.

Transforming the WPR into an outcome-based measure would incentivize states to mediate these barriers to employment with TANF recipients, rather than require them to meet arbitrary hourly requirements. To make TANF into an anti-racist policy, among other changes, work requirements should be abolished and replaced with a collection of outcomes-based measures, with careful attention to ensure that unrealistic targets do not discourage states from serving those who experience barriers to employment.¹⁹

States Have More Flexibility than Often Recognized

In general, states pay a great deal of attention to the participation rates, often using them as performance measures for employment services providers and are reluctant to assign recipients to activities that are not countable toward the federal rate. This remained true throughout the Great Recession, even as unemployment rates climbed and TANF recipients had to compete for jobs with many newly unemployed workers who had much greater work skills and experience. During the COVID-19 pandemic, some states applied good cause exemptions or created remote participation options to reflect stay-at-home orders.²⁰ In March 2020, ACF issued guidance to states that highlighted its authority to grant relief from WPR penalties caused by "natural disasters and other calamities."²¹

However, states have more flexibility than is often recognized to allow participants to engage in a full range of work activities. Many state policies are more restrictive than

the federal limits on countable activities; for example, some states assign nearly all non-exempt recipients to job search activities and do not permit them to engage in full-time vocational education for even the 12 months that is federally countable. Similarly, many states do not take advantage of the option to deem 18- and 19-year-olds as participating based on school attendance. In such states, simply offering recipients the full range of federally countable activities would be a step in the right direction.

States also have the option of allowing recipients to participate in activities that are not federally countable. Even once the CRC is rebased in FY 2026, many states will still have such low effective target rates as a result of the CRC that they are in little danger of failing to meet their targets, even if they allow some participants to engage in non-federally countable activities. States can also opt to provide assistance to certain individuals with state funds that are not claimed toward the MOE requirement, so that these individuals are excluded from the work participation rate requirements.

Some states have in fact chosen to allow recipients to participate in a broader range of services, even when they are not countable toward the WPR. State policymakers believe these activities will eventually result in more participants obtaining stable employment paying a living wage and no longer needing cash assistance. As the evidence base grows for the effectiveness of demand-driven job training and work-based learning, more states should take advantage of this flexibility.

TANF Pilots

In 2012, HHS issued an Information Memorandum (IM) inviting states to propose demonstration projects that could include waivers of the WPR in order to test changes that could “lead to more effective means of meeting the work goals of TANF.”²²

Congressional Republicans expressed deep opposition to this effort and suggested that, in spite of the emphasis on work in the IM, any waivers to the WPR would mean abandoning the work goals of TANF. In October 2015, Governor John Kasich of Ohio, a Republican, became the first to request a waiver.²³ In August 2017, the Trump Administration rejected this request and

issued new guidance formally withdrawing the 2012 IM.²⁴

Under section 302 of the Fiscal Responsibility Act of 2023, five states will be allowed to enter into pilots under which they track outcome measures rather than the WPR. The outcome measures will include the percentage of work-eligible individuals in unsubsidized employment in the second quarter after exit; their earnings in the 2nd and 4th quarters after exit; and other indicators of family stability and wellbeing as established by the Secretary of HHS. The pilots will have a duration of six years, with one year to establish benchmark data and negotiate targets and five years to measure performance against those targets, beginning in FY 2025.

Table 1: Work Participation Rates by State

Combined TANF and SSP-MOE Work Participation Rates, FY 2021				Share of All individuals Counted as Participating in:				
State	Caseload Reduction Credit for All Families ²⁵	Adjusted Standard for All Families ²⁶	Work Participation Rate for All Families ²⁷	Unsubsidized Employment for All Families ²⁸	Subsidized Employment and On-the-Job Training for All Families ²⁹	Job Search ³⁰	Education and Training ³¹	All Other Work-Related Activities ³²
Alabama	50.0%	0.0%	36.9%	86.7%	6.5%	1.2%	6.5%	5.3%
Alaska	42.0%	8.0%	30.7%	86.4%	2.3%	20.1%	5.2%	18.7%
Arizona	50.0%	0.0%	11.7%	98.3%	0.0%	0.9%	1.7%	1.3%
Arkansas	50.0%	0.0%	14.1%	86.7%	2.2%	6.7%	4.4%	3.6%
California	30.2%	19.8%	52.1%	77.0%	2.0%	22.2%	6.8%	2.1%
Colorado	49.2%	0.8%	44.2%	29.7%	1.3%	77.4%	20.9%	4.3%
Connecticut	50.0%	0.0%	3.4%	84.0%	3.7%	9.9%	3.7%	0.0%
Delaware	50.0%	0.0%	27.6%	100.0%	0.0%	1.0%	0.0%	0.0%
District of Columbia	39.7%	10.3%	15.0%	60.7%	0.2%	27.1%	17.4%	0.2%
Florida	34.5%	15.5%	3.7%	58.4%	5.8%	24.8%	20.8%	6.7%
Georgia	50.0%	0.0%	4.6%	78.1%	0.0%	4.7%	14.1%	16.7%
Hawaii	50.0%	0.0%	10.9%	97.4%	1.3%	0.2%	1.8%	1.0%
Idaho	0.0%	50.0%	71.4%	33.3%	0.0%	60.0%	26.7%	120.4%
Illinois	42.4%	7.6%	56.0%	99.3%	0.0%	0.3%	0.3%	1.3%

Indiana	50.0%	0.0%	12.6%	97.5%	0.0%	0.2%	2.9%	0.0%
Iowa	50.0%	0.0%	13.1%	94.3%	0.5%	2.5%	4.4%	12.6%
Kansas	50.0%	0.0%	28.7%	88.6%	6.1%	1.5%	8.7%	2.1%
Kentucky	50.0%	0.0%	20.6%	69.7%	15.5%	0.7%	49.1%	11.5%
Louisiana	50.0%	0.0%	0.5%	25.0%	50.0%	25.0%	50.0%	0.0%
Maine	0.0%	50.0%	79.7%	99.4%	0.0%	2.4%	0.8%	0.7%
Maryland	35.7%	14.3%	3.2%	39.9%	0.0%	14.3%	47.2%	23.2%
Massachusetts	29.3%	20.7%	53.8%	99.8%	0.0%	0.0%	0.3%	0.0%
Michigan	50.0%	0.0%	25.2%	75.0%	1.5%	27.2%	12.8%	12.6%
Minnesota	47.3%	2.7%	14.9%	89.9%	0.1%	3.2%	10.8%	19.9%
Mississippi	50.0%	0.0%	41.7%	59.2%	0.0%	4.2%	16.9%	28.2%
Missouri	50.0%	0.0%	17.4%	88.3%	0.3%	8.1%	8.0%	7.8%
Montana	39.1%	10.9%	36.3%	67.5%	2.2%	6.6%	12.7%	38.0%
Nebraska	50.0%	0.0%	9.6%	98.2%	0.9%	0.9%	0.9%	1.5%
Nevada	45.8%	4.2%	22.8%	98.1%	0.0%	0.6%	1.4%	0.8%
New Hampshire	0.0%	50.0%	58.9%	94.8%	0.3%	5.2%	3.1%	4.1%
New Jersey	50.0%	0.0%	4.3%	62.8%	0.0%	0.9%	39.7%	9.5%
New Mexico	50.0%	0.0%	7.2%	74.9%	5.2%	10.8%	7.6%	4.3%
New York	50.0%	0.0%	10.3%	98.6%	1.2%	0.1%	1.0%	0.0%
North Carolina	48.7%	1.3%	4.7%	53.8%	0.0%	37.6%	12.2%	42.3%
North Dakota	50.0%	0.0%	8.5%	73.9%	0.0%	4.3%	23.9%	13.7%
Ohio	41.2%	8.8%	31.9%	57.6%	2.6%	7.9%	24.0%	32.0%
Oklahoma	50.0%	0.0%	13.7%	46.2%	0.0%	16.0%	36.8%	9.9%
Oregon	0.0%	50.0%	34.1%	99.7%	0.0%	0.1%	0.1%	6.0%
Pennsylvania	50.0%	0.0%	11.3%	85.0%	0.9%	5.7%	11.6%	6.8%
Rhode Island	50.0%	0.0%	6.5%	76.8%	0.0%	38.9%	12.6%	6.6%
South Carolina	50.0%	0.0%	9.0%	95.2%	0.0%	0.0%	6.3%	0.4%
South Dakota	0.0%	50.0%	58.8%	16.7%	1.8%	14.9%	7.1%	82.6%
Tennessee	50.0%	0.0%	24.8%	75.7%	0.0%	4.4%	24.6%	13.0%
Texas	50.0%	0.0%	3.1%	92.5%	7.5%	0.0%	0.0%	0.0%
Utah	50.0%	0.0%	10.5%	78.2%	0.0%	8.0%	23.0%	0.0%
Vermont	48.9%	1.1%	35.4%	93.9%	0.0%	1.5%	5.3%	0.8%
Virginia	50.0%	0.0%	14.5%	85.1%	0.2%	11.7%	6.8%	0.2%
Washington	50.0%	0.0%	34.7%	96.0%	2.7%	1.3%	2.0%	27.8%
West Virginia	50.0%	0.0%	20.8%	40.6%	2.0%	26.8%	35.0%	6.9%
Wisconsin	42.5%	7.5%	36.9%	63.1%	0.0%	30.8%	10.0%	18.4%
Wyoming	0.0%	50.0%	73.8%	25.2%	0.0%	3.7%	8.6%	75.5%

NOTE: Share of work activity calculations reflect the number of work-eligible individuals divided by the number of families counted in the work participation rate for all families. Share of work-related activities in each state may be equal to or exceed 100% due to countable participation in multiple activities.

SSP stands for separate state programs.

Subsidized Employment & On-the-Job Training includes subsidized public employment, subsidized private employment, and on-the-job training.

Education and Training includes vocational education, jobs skills training, education related to employment, and satisfactory school attendance.

All Other Work-Related Activities include work experience, community service, providing child care, and other miscellaneous activities.

Endnotes

¹ There are 16 penalties under the TANF program; however, the others are for failure to have certain policies in place or failure to meet MOE requirements, rather than for what states achieve with families receiving services or benefits. See *Section 409* of the Social Security Act for the full list of penalties:

http://www.ssa.gov/OP_Home/ssact/title04/0409.htm.

² States are required to spend their own funds on services or benefits for needy families at a level based on their historic spending on AFDC prior to the creation of TANF. For more information, see: Elizabeth Lower-Basch and Ashley Burnside, *TANF 101: Block Grant*, CLASP, 2022, <https://www.clasp.org/publications/report/brief/tanf-101-block-grant>.

³ The federal definition of a work-eligible individual excludes certain parents who are not on assistance from this definition: SSI or Social Security Disability recipients at state option on a case-by-case basis and ineligible immigrants. Other populations of parents can be excluded if their child is under a certain age or if they participate in a tribal work program, or if the family was subject to a sanction for no more than 3 months in the 12-month period. However, parents removed from the case due to time limit or sanctions are still work-eligible individuals. Parents providing care for a family member with a disability who lives in the household and whose care requires the parent to stay home can receive assistance but are not considered work-eligible individuals. Non-parental relative caregivers who are not receiving assistance themselves are also not included.

⁴ Office of Family Assistance, "TANF&SSP: Total Number of Two Parent Families, Fiscal and Calendar Year 2022," U.S. Department of Health & Human Services, May 2023,

https://www.acf.hhs.gov/sites/default/files/documents/ofa/fy2022_tanfssp_caseload.pdf.

⁵ States may count 12 weeks of job search and job readiness during months in which they qualify as "needy states" on the basis of either high unemployment rates or food stamp (SNAP) caseloads. Most states currently qualify based on SNAP caseloads. See: Office of Family Assistance, *States Qualifying for Counting Up To Six Additional Weeks of Job Search and Job Readiness*, Administration for Children & Families, U.S. DHHS, April 6, 2016, <http://www.acf.hhs.gov/programs/ofa/resource/12wks-qualifiers>.

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⁹ Office of Family Assistance, 45 CFR 262.5 and TANF-ACF-PI-2020-01 (Questions and answers about TANF and the Coronavirus Disease 2019 (COVID-19) pandemic), March 24, 2020, <https://www.acf.hhs.gov/ofa/policy-guidance/tanf-acf-pi-2020-01-questions-and-answers-about-tanf-and-coronavirus-disease>.

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TANF: Eighth Annual Report to Congress, June 2009.

¹¹ Under this provision, in FYs 2009, 2010, and 2011, a state had the option to use the regular caseload reduction credit, or to use the credit it qualified to receive based on the FY 2007 or FY 2008 caseload, whichever was lower.

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¹⁴ Office of Family Assistance, "TANF&SSP: Total Number of Two Parent Families, Fiscal and Calendar Year 2022," U.S. Department of Health & Human Services, May 2023, https://www.acf.hhs.gov/sites/default/files/documents/ofa/fy2022_tanfssp_caseload.pdf.

¹⁵ 45 CFR 262.5 and TANF-ACF-PI-2020-01 (Questions and answers about TANF and the Coronavirus Disease 2019 (COVID-19) pandemic), March 24, 2020, <https://www.acf.hhs.gov/ofa/policy-guidance/tanf-acf-pi-2020-01-questions-and-answers-about-tanf-and-coronavirus-disease>.

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³¹ Ibid, Office of Family Assistance, Table 4B.

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