Locality Groupings

22 VAC 40-293-10. Definitions.

The following words and terms, when used in this chapter, shall have the

following meaning unless the context clearly indicates otherwise:

"Locality groupings" means the placement of a locality into either Group I, Group

II, or Group III, which determines the Temporary Assistance for Needy Families

(TANF) payment level for families residing in that locality.

"Standard of assistance" means the TANF payment standard that is graduated

<u>by family size.</u>

"State Board" means the State Board of Social Services.

22 VAC 40-293-20. Changing locality groupings.

A. A locality may change standard of assistance locality groupings by approval of

the State Board. The local board of social services shall request the change in

writing to the State Board of Social Services and shall provide:

1) the most recently available fair market rent data from the U.S. Department of

Housing and Urban Development. Other data sources may be used upon

approval of the State Board. Such data shall include a comparison of shelter

costs in the petitioning locality and adjacent localities; and

2) data showing the proportion of TANF recipients to the general population of

the locality, in the case of a request to change to a lower locality grouping. Such

data shall include a comparison of the proportion of TANF recipients in the

petitioning locality and adjacent localities; and

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3) in order to assure that the locality has sufficient funding to cover any increased costs that may result from a change in locality grouping in the General Relief program and to assure that the local governing body is aware of the proposed change in locality groupings, documentation that the request to change locality groupings has been reviewed by the local governing body.

<u>B. The Department of Social Services shall prepare a fiscal impact statement</u> prior to the next meeting of the State Board. The fiscal impact statement shall include the cost of benefits, the cost of altering information systems, and associated administrative costs. If the fiscal impact statement demonstrates increased costs, the Commissioner of the Department of Social Services must certify that funds are available for increased costs.

C. If the State Board approves a request to be reclassified into a locality grouping with lower standards of assistance, such reclassification shall be phased in by providing that eligibility and the amount of benefits in cases open at the time of such reclassification shall continue to be determined using the standards in effect in the former locality grouping at the time of the reclassification.

D. The State Board shall approve the request if:

1) within a locality and adjacent localities, the rent costs in the petitioning locality are either 20% higher than at least one other bordering locality and both localities Locality Groupings

are in the same locality grouping or the fair market rent costs are the same for at least one bordering locality and that locality is in a higher locality grouping. If the request is to lower the locality grouping, the data must show that rent costs are at least 20% lower than at least one other bordering locality or the fair market rent costs are the same for at least one neighboring locality and that locality is in a lower locality grouping;

and

2) the data demonstrates that there is a disproportionate number of TANF recipients in the locality when compared to adjacent localities, in the case of a locality requesting a change to a lower locality grouping. The number of TANF recipients is disproportionate if the proportion of TANF recipients to the general population is at least 20% higher in the petitioning locality than in the adjacent localities; and

3) funds are available for increased costs.