DEPARTMENT OF SOCIAL SERVICES 744 P Street, Sacramento, CA 95814



June 8, 1994

ALL-COUNTY LETTER NO. 94-46	REASON FOR THIS TRANSMITTAL
TO: ALL COUNTY WELFARE DIRECTORS	[] State Law Change [X] Federal Law or Regulation Change [] Court Order [] Clarification Requested by One or More Counties [] Initiated by CDSS

SUBJECT: \$2,000 Indian Income Exclusion in the

Aid to Families With Dependent Children (AFDC) Program

REFERENCES: MPP 44-111.6 (Exclusions by Federal Law)

Public Law 103-66

The purpose of this letter is to inform County Welfare Departments (CWDs) of section 13736 of Public Law 103-66 of the Omnibus Budget Reconciliation Act (OBRA) of 1993.

Effective January 1, 1994, up to \$2000 per year of income received by individual Indians derived from leases or other uses of individually owned trusts or restricted lands shall be exempt from consideration as income for AFDC program purposes. Therefore, counties must apply the exemption per the existing regulation of MPP 44-111.6 (Federally Mandated Exclusions).

Since the provision is retroactive to January 1, 1994, payment adjustments should be made as expeditiously as possible, preferably at the next time the case requires action.

If you have additional questions regarding this issue, contact Julie Lopes at (916) 654-1786 (CALNET 454-1786).

Sincerely,

MICHAEL C. GENEST

Deputy Director

Welfare Programs Division