NOTICE OF PROPOSED CHANGES IN REGULATIONS OF THE CALIFORNIA DEPARTMENT OF SOCIAL SERVICES (CDSS)

ITEM # 1 Restaurant Meals for the Homeless, Elderly and Disabled

CDSS hereby gives notice of the proposed regulatory action(s) described below. Any person interested may present statements or arguments orally or in writing relevant to the proposed regulations at a public hearing to be held November 14, 2007, as follows:

<u>November 14, 2007</u> Office Building # 9 744 P St. Auditorium Sacramento, California

The public hearing will convene at 10:00 a.m. and will remain open only as long as attendees are presenting testimony. The Department will adjourn the hearing immediately following the completion of testimony presentations. The above-referenced facility is accessible to persons with disabilities. If you are in need of a language interpreter at the hearing (including sign language), please notify the Department at least two weeks prior to the hearing.

Statements or arguments relating to the proposals may also be submitted in writing, e-mail, or by facsimile to the address/number listed below. All comments must be received by 5:00 p.m. on November 14, 2007.

CDSS, upon its own motion or at the instance of any interested party, may adopt the proposals substantially as described or may modify such proposals if such modifications are sufficiently related to the original text. With the exception of nonsubstantive, technical, or grammatical changes, the full text of any modified proposal will be available for 15 days prior to its adoption to all persons who testify or submit written comments during the public comment period, and all persons who request notification. Please address requests for regulations as modified to the agency representative identified below.

Copies of the express terms of the proposed regulations and the Initial Statement of Reasons are available from the office listed below. This notice, the Initial Statement of Reasons and the text of the proposed regulations are available on the internet at <u>http://www.dss.cahwnet.gov/ord</u>. Additionally, all the information which the Department considered as the basis for these proposed regulations (i.e., rulemaking file) is available for public reading/perusal at the address listed below.

Following the public hearing, copies of the Final Statement of Reasons will be available from the office listed below.

CONTACT:	Office of Regulations Development California Department of Social Services		
	744 P Street, MS 7-192 Sacramento, California 95814		
	TELEPHONE: (916) 657-2586 E-MAIL: ord@dss.ca.gov	FACSIMILE: (916) 654-3286	

CHAPTERS

Manual of Policies and Procedures, Division 63 (Food Stamp Program), Chapter 63-100 (General Provisions), Section 63-102 (Definitions) and Chapter 63-500 (Eligibility Determinations), Section 63-504 (Household Certification and Continuing Eligibility)

INFORMATIVE DIGEST/POLICY STATEMENT OVERVIEW

The Food Stamp (FS) Manual of Policies and Procedures (MPP) Sections 63-102(e)(H)3. and 63-504.723 require that homeless, disabled, or elderly households eligible to participate in the Restaurant Meals (RM) Program be issued a specially marked identification (ID) card containing the persons name, case number, expiration date and signature. At the time the RM regulations were written, there was no other way to identify eligible households except through the provision of a separate ID card which was used in conjunction with the recipient's Golden State Advantage Electronic Benefit Transfer (EBT) card.

Currently, verification of eligibility to the RM program is electronically accessed through the EBT card that allows access to the database through the point of sale device as specified in 7 CFR 274.12(h)(3)(ii)(B). The EBT system software validates each transaction prior to authorization via the RM "indicator code" which is contained in the database. The development of the EBT RM "indicator code" eliminates the need for the recipient to carry a separate ID card and ensures data security during electronic transmission. Accordingly, the regulations are being amended to repeal the obsolete language and to adopt language that verification of eligibility to the RM program is accessed through the EBT card.

COST ESTIMATE

- 1. Costs or Savings to State Agencies: No additional costs or savings because this regulation makes only technical, non-substantive or clarifying changes to current laws and regulations.
- 2. Costs to Local Agencies or School Districts: None.
- 3. Nondiscretionary Costs or Savings to Local Agencies: No additional costs or savings because this regulation makes only technical, non-substantive or clarifying changes to current laws and regulations.
- 4. Federal Funding to State Agencies: No additional costs or savings because this regulation makes only technical, non-substantive or clarifying changes to current laws and regulations.

LOCAL MANDATE STATEMENT

These regulations do not impose a mandate on local agencies or school districts. There are no statemandated local costs in this order that require reimbursement under the laws of California.

STATEMENT OF SIGNIFICANT ADVERSE ECONOMIC IMPACT ON BUSINESS

CDSS has made an initial determination that the proposed action will not have a significant, statewide adverse economic impact directly affecting businesses, including the ability of California businesses to compete with businesses in other states.

STATEMENT OF POTENTIAL COST IMPACT ON PRIVATE PERSONS OR BUSINESSES

The CDSS is not aware of any cost impacts that a representative private person or business would necessarily incur in reasonable compliance with the proposed action.

SMALL BUSINESS IMPACT STATEMENT

CDSS has determined that there is no impact on small businesses as a result of filing these regulations because these regulations are only applicable to state and county agencies.

ASSESSMENT OF JOB CREATION OR ELIMINATION

The adoption of the proposed amendments will neither create nor eliminate jobs in the State of California nor result in the elimination of existing businesses or create or expand businesses in the State of California.

STATEMENT OF EFFECT ON HOUSING COSTS

The proposed regulatory action will have no effect on housing costs.

STATEMENT OF ALTERNATIVES CONSIDERED

CDSS must determine that no reasonable alternative considered or that has otherwise been identified and brought to the attention of CDSS would be more effective in carrying out the purpose for which the regulations are proposed or would be as effective and less burdensome to affected private persons than the proposed action.

AUTHORITY AND REFERENCE CITATIONS

CDSS adopts these regulations under the authority granted in Sections 10553, 10554, and 18904, Welfare and Institutions Code. Subject regulations implement and make specific 7 CFR 274.12(h)(3).

CDSS REPRESENTATIVE REGARDING RULEMAKING PROCESS OF THE PROPOSED REGULATION

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