

Lori A. Shibinette Commissioner

Karen E. Hebert Director

## STATE OF NEW HAMPSHIRE

## DEPARTMENT OF HEALTH AND HUMAN SERVICES



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129 PLEASANT STREET, CONCORD, NH 03301 603-271-9404 1-800-852-3345 Ext. 9404 Fax: 603-271-4230 TDD Access: 1-800-735-2964 www.dhhs.nh.gov

August 12, 2022

The Honorable Karen Umberger, Chairman Fiscal Committee of the General Court and

His Excellency, Governor Christopher T. Sununu and the Honorable Executive Council State House Concord, New Hampshire 03301 APPROVED BY FISCAL COMMITTEE

SEP 09 2022

## REQUESTED ACTION

Pursuant to the provisions of Chapter 91:34, Laws of 2021 Program Eligibility, authorize the Department of Health and Human Services (DHHS), to expand categorical eligibility criteria for the federal Supplemental Nutrition Assistance Program (SNAP) for households with income below 185% of the Federal Poverty Level (FPL) to 200% of the FPL effective October 1, 2022, upon Fiscal Committee and Governor and Executive Council approval. SNAP is 100% federally funded and is not a budget line item within the DHHS - BFA appropriation.

## **EXPLANATION**

SNAP provides assistance to eligible individuals and families to purchase food items essential for healthy nutrition. Eligibility depends on the household's income, resources and expenses. Households must meet the gross and net income limitations, as well as resource limitations, to be eligible for SNAP. Eighteen states have now set SNAP gross income limits at 200 percent FPL.

In 2019, HB4 passed requiring the establishment of a committee to make recommendations to the Department of Health and Human Services (Department) for their development of a plan to close the Cliff Effect for individuals and families who receive public assistance. In partnership with New Hampshire Employment Security (NHES) an economic analysis was conducted to understand the economic, demographic, and policy factors affecting the cliff effect across New Hampshire, <a href="https://www.dhhs.nh.gov/solving-benefits-cliff-effect">https://www.dhhs.nh.gov/solving-benefits-cliff-effect</a>. One of the recommendations of this study is to raise the SNAP gross income limit to enable families to earn an income and provide for their family's needs. SNAP benefits will decline gradually instead of dropping suddenly. Essentially this gives families time to increase their earned income, strengthening their economic condition and provide for their family. The change to eligibility also encourages individuals to seek and secure employment as it will reduce the risk of potentially, abruptly becoming ineligible for SNAP benefits.

Many individuals and families are experiencing difficulty in meeting the nutritional needs of their families due to the increased cost of food, housing, and utilities. Through this authority, DHHS will be positioned to assist individuals and families in meeting their nutritional needs while simultaneously working towards economic mobility.

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SNAP is funded by the federal USDA, Food and Nutrition Service and requires no additional General Funds. This expansion of categorical eligibility for SNAP will increase the federal dollars returning to New Hampshire citizens during their time of need.

Geographic Area Served: Statewide

Source of Funds: 100% Federal Supplemental Nutrition Assistance Program

Respectfully submitted,

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