# Policy Transmittal Office of Self Sufficiency Programs



| Heather Miles, SSP P  | rogram Design Manage                         | er <u>N</u>                          | <mark>lumber</mark> : SS-PT-2 | 1-011       |  |
|---|--|--------------------------------------|-------------------------------|-------------|--|
| Authorized signatur   | е  | <u>Issue date</u> : 6/15/2021        |                               |             |  |
|   |  |                                      | <b>Update:</b> 07/07/20       | 21          |  |
|   |  |                                      |                               |             |  |
| <b>Topic</b> : Agency-Wide  | Benefits                                     | <b>Due date</b> : 6/15/2021          |                               |             |  |
|   |  |                                      |                               |             |  |
|   | the box that best app                        |                                      | . — —                         |             |  |
| New policy  | <u> </u>                                     | Policy clarificat                    | tion                          | tive letter |  |
| Administrative Rul  | e  | ⊠ Other:                             |                               |             |  |
| <b>A</b> 11   |  |                                      |                               |             |  |
| Applies to (check all   | that apply):                                 |                                      |                               |             |  |
| ☐ All DHS employee  | S  | County Mental Health Directors       |                               |             |  |
|   | Aging: Type B                                | ☐ Health Services                    |                               |             |  |
| □ Aging and People  | with Disabilities                            | Office of Developmental              |                               |             |  |
| Self Sufficiency Pr   | ograms                                       | Disabilities Services (ODDS)         |                               |             |  |
| County DD progra  | m managers                                   | ODDS Children's Intensive In         |                               |             |  |
|   | rokerage Directors                           | Home Services                        |                               |             |  |
| ODDS Children's Residential Services                                  |  | Stabilization and Crisis Unit (SACU) |                               |             |  |
| ☐ Child Welfare Programs  |  | Other (please specify): 5503         |                               |             |  |
| Child Wellare Programs \( \sum \text{Other (please specify).} \) 3303 |  |                                      |                               |             |  |
| Policy/rule title:  | Oregon Minimum Wage Increase for 2021 Update |                                      |                               |             |  |
|   |  | ,0 111010400 101                     |                               |             |  |
| Policy/rule number(s):  | N/A  |                                      | Release number:               |             |  |
| Effective date:   | 07/01/2021                                   |                                      | Expiration date:              | 06/30/2022  |  |
| References:   |  |                                      |                               |             |  |
| Web address:  |  |                                      |                               |             |  |

Update: Additional guidance added for TA-DVS and ERDC 7/7/21 in red.

## **Reason for action:**

Senate Bill 1532 enacted by the 2016 Oregon Legislature, established a series of annual minimum wage rate increases beginning July 1, 2016 through July 1, 2022. Find more information about Oregon's minimum wage at the Bureau of Labor and Industries (BOLI) site.

Oregon's minimum wage will increase again on July 1, 2021. The FLSA calculators for TANF and SNAP will be updated to reflect the increase. The SNAP calculator can be found here; the TANF calculator can be found here.

#### **Income Calculation:**

When calculating income for new applications, renewals or reported changes effective July 1, 2021 or later, consider the following:

Determine the corresponding minimum wage increase based on the *employer's* address.

Non-Urban Counties

Baker, Coos, Crook, Curry, Douglas, Gilliam, Grant, Harney, Jefferson, Klamath, Lake, Malheur, Morrow, Sherman, Umatilla, Union, Wallowa, Wheeler Metropolitan
Service Area
(MSA)
Defined by the
Portland Metro Area
and its urban growth
boundary.
You will need to use
the Urban Growth
Boundary website to
determine if an
address is in the MSA
urban growth area.

Standard Area

All remaining areas in Oregon not included in MSA or Non-Urban categories.

 Based on the location of the *employer*, determine if the rate of pay on submitted paystubs reflects the previous (2020) minimum wage amount or the new (2021) minimum wage.

|                  | Non-Urban<br>Counties | MSA Urban<br>Growth Area | Standard Area |  |
|------------------|-----------------------|--------------------------|---------------|--|
| Old Wage 07/2020 | \$11.50               | \$13.25                  | \$12.00       |  |
| New Wage 07/2021 | \$12.00               | \$14.00                  | \$12.75       |  |
|                  |                       |                          |               |  |

 After confirming with the Oregonian that their hourly rate of pay will increase to the new minimum wage, use the **hours** on the submitted income verification AND the <u>new 2021 minimum wage rate</u> to enter information into the ONE system.

- If the rate of pay reflects the 2021 minimum wage standard, use the submitted income verification to enter information into the ONE system.
  - NOTE: This change impacts ONLY employees earning minimum wage and does not apply to any certifications or changes prior to 7/1/21.

### Updating Income Records in ONE:

For all programs except TA-DVS, when an Oregonian has reported a change in their hourly wage at renewal or when reporting a change, the current income record should be updated to reflect the reported change in hourly wage. For detailed instructions for Updating Income Information in the 'Updating Income Information and Terminating Income' section of the Income QRG.

### **Employment Related Day Care (ERDC)**

In the ERDC program, this change does not need to be reported during the 12-month certification period, unless a second parent with income has moved into the household.

### Things to note:

- The minimum wage increase will affect how hours are calculated for selfemployed clients and may vary according to where their business is located.
   Self-employed individuals may see a decrease in authorized hours at recertification due to being required to earn at least minimum wage. This potential reduction in hours will only occur at recertification, as hours are never reduced during the 12-month certification period.
- Families are required to report if their gross income exceed the ERDC exit limit.
   An ERDC case will close during the certification period if the family's income goes above the exit limit (see OAR 461-170-0010 and 461-155-0180).
- Reminder: All families who qualify for ERDC prior to 10/1/21 will be eligible to receive ERDC with a zero-dollar copay.

## **Temporary Assistance for Domestic Violence Survivors (TA-DVS)**

Do not code future effective income changes. TA-DVS eligibility is determined based on income received during the calendar month in which the Oregonian applies. If there are future effective income changes, these should be looked at as an ongoing resource to support the safety plan and considered at the time of payment requests.

| If yes, reviewed by:                                  |   |      |  |  |
|---|---|------|--|--|
| Filing instructions:                                  |   |      |  |  |
| If you have any questions about this policy, contact: |   |      |  |  |
| Contact(s):   | Contact(s): SNAP.Policy@dhsoha.state.or.us CHILDCARE.POLICY@dhsoha.state.or.us TANF.Policy@dhsoha.state.or.us HSD.MedicalEligibilityPolicy@dhsoha.state.or.us TADVS.Policy@dhsoha.state.or.us |      |  |  |
| Phone:  |   | Fax: |  |  |
| Email:  |   |      |  |  |

<u>Field/stakeholder review</u>:  $\square$  Yes  $\boxtimes$  No