



DEPARTMENT OF ECONOMIC SECURITY

Your Partner For A Stronger Arizona

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To: Community Action Contractors
From: Community Action and Aging Programs Administration
Re: Guidance and waivers regarding COVID-19

In light of the COVID-19 pandemic, the Community Action and Aging Programs Administration is issuing guidance and waivers for certain contractual requirements. Unless otherwise noted, these waivers are effective March 11, 2020, and expire at the end of **December 31, 2020**. This guidance will be posted to our website at <https://des.az.gov/services/aging-and-adult/partners/daas-policy-and-procedure-manual> in the Community Action section toward the bottom of the page. Updates to the guidance will be communicated by email and posted to the website.

ELIGIBILITY

30-day Income: If an individual's employment has been terminated or hours reduced, you may extrapolate their present situation to their prospective income for the *coming* 30 days and use this figure instead of their income from the trailing 30 days. Employer verification should be attempted, but in case of employer closures, applicants' attestations that they were terminated may be accepted. Caseworkers should thoroughly document all instances where future income is used for eligibility determination.

Eviction Prevention (expiring October 31, 2020): An eviction or foreclosure notice is not required to be eligible for housing payment assistance. Qualifying need for assistance is established by the client producing a late notice from their property owner or providing an attestation that they are behind on rent if no such notice is available. The usual income, immigration status, and other eligibility criteria still apply.

Economic Impact Payments (EIPs): §2201 of the CARES Act (P.L. 116-136) provides a one-time tax credit of \$1,200 for most individuals. The IRS is referring to these tax credits as "economic impact payments," while many news outlets are using the term "stimulus payments." The LIHEAP Policy Manual at §900.09(P) excludes income tax refunds from countable income. Therefore, since EIPs are defined in the CARES Act as a tax credit, they are **not** counted as income for LIHEAP and any other programs which follow the LIHEAP Policy Manual.

Federal Unemployment Assistance (does not expire): Federal unemployment assistance, such as that provided by the CARES Act, **is** counted as income for LIHEAP and any other programs which follow the LIHEAP Policy Manual.

Coronavirus-affected Individuals: CSBG and LIHEAP funds under the CARES Act are appropriated specifically “to prevent, prepare for, or respond to coronavirus.” COVID-19’s damage to the economy has been pervasive, systemic, and cascading. Even if an individual’s financial challenges predated COVID-19, that person is now in a much worse position with fewer possible recourses. Therefore, **all** low-income individuals are considered coronavirus-affected, and use of CARES Act funds to assist **any** low-income individual or community is considered a legitimate “response to coronavirus.”

CSBG Income Threshold: In accordance with Title VII of the CARES Act, for services provided with CSBG funds from October 1, 2019 through September 30, 2021, you may use an income eligibility threshold of 200% of the federal poverty level rather than 125%.

SERVICE PROVISION

Home Visits: You are exempted from the requirement to provide home visits to clients of limited mobility. However, you must maintain an ability to serve such clients by another mechanism.

LIHEAP Supplemental: The maximum supplemental payment is increased from \$800 to \$1,000. **Retroactive increases in supplemental payments dating back to January 1, 2020 were previously authorized, but no further retroactive payments should be made once Fiscal Year 2020 is closed.**

DOCUMENTATION

Note: The provisions in this section are planned to be codified in the DAAS Policy Manual, at which point they will be removed from this Guidance document.

Original Documents: You may accept photographs, photocopies, and faxes of documents in lieu of originals.

Documents on File: For clients who have previously been assisted, you may re-use non-expired copies of documents that you have on file which demonstrate identity and citizenship, e.g. passports. You may not re-use documents which demonstrate residency, income, and energy burden.

Phone Signatures: You may accept applicants' attestations over the phone in lieu of wet signatures. The caseworker should verify the identity of the individual on the phone (e.g., by asking for name and date of birth) and take a case note that verbal attestation was made. This waiver may be updated with additional specifications for phone signatures.

ADMINISTRATION

Subrecipient Monitoring: We are suspending on-site subrecipient monitoring requirements. Desk monitoring conducted during the term of this waiver may be used to satisfy the subrecipient monitoring requirement of Community Action Services Program Scope of Work §5.7.2 provided that the desk monitoring includes review of all required components other than subrecipient facilities.

LIHEAP Carryover: The 10% limit on automatic carryover is being waived for funds carried over from FY 2020 to FY 2021. Contractors which would normally receive only up to 10% of their original allocation in automatic carryover will instead receive their full unspent amount of LIHEAP funds in automatic carryover. Please note that the Department still does **not** have authority to carry over unspent TANF, NHN, or SSBG funds.

Please reach out for any clarification. We appreciate your partnership and commitment to low-income Arizonans in these trying times.

Sincerely,



Edward Chien
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