

(III) A RECIPIENT HAS COMPLIED WITH ALL PILOT PROGRAM REQUIREMENTS AND HAS NOT COMPLETED AN EDUCATION OR TRAINING PROGRAM; OR

(IV) A RECIPIENT MEETS ANY OTHER SPECIFIC CRITERIA AS DEFINED BY THE SECRETARY BY REGULATION.

(3) A RECIPIENT SHALL FULFILL THE WORK REQUIREMENTS OF THIS SUBSECTION IN ONE OF THE FOLLOWING WAYS:

(I) BY WORKING FULL-TIME FOR AN EMPLOYER WHO PARTICIPATES IN A WORK SUPPLEMENTATION PROGRAM, UNDER WHICH THE RECIPIENT'S AFDC AND FOOD STAMP BENEFITS SHALL BE USED TO SUPPLEMENT THE RECIPIENT'S WAGES;

(II) BY PARTICIPATING IN A COMMUNITY WORK EXPERIENCE PROGRAM, UNDER WHICH THE RECIPIENT SHALL PERFORM COMMUNITY SERVICE INTERSPERSED WITH JOB SEARCH ACTIVITIES AND SHALL BE REQUIRED TO WORK THE LESSER OF:

1. 40 HOURS PER WEEK; OR

2. THE NUMBER OF HOURS PER WEEK EQUAL TO THE RECIPIENT'S TOTAL WEEKLY AFDC, FOOD STAMP, CHILD CARE, AND ESTIMATED MEDICAL ASSISTANCE BENEFITS DIVIDED BY THE FEDERAL MINIMUM WAGE;

(III) BY WORKING PART-TIME IN AN UNSUBSIDIZED JOB AND PARTICIPATING IN A COMMUNITY WORK EXPERIENCE PROGRAM FOR A TOTAL OF 30 HOURS PER WEEK; OR

(IV) BY WORKING FULL-TIME IN AN UNSUBSIDIZED JOB.

(4) A RECIPIENT MAY ONLY BE REQUIRED TO PARTICIPATE IN THE WORK REQUIREMENTS OF THIS SUBSECTION TO THE EXTENT THAT NECESSARY CHILD CARE ~~AND~~ RESOURCES, WORK PLACEMENT RESOURCES, ~~AND~~ TRANSPORTATION ARE AVAILABLE.

(5) CONTINGENT ON THE RECEIPT OF A FEDERAL WAIVER PROVIDING FOR AT LEAST 50 PERCENT FEDERAL MATCHING FUNDS, A RECIPIENT WHO OBTAINS FULL-TIME, UNSUBSIDIZED EMPLOYMENT SHALL, IF HEALTH INSURANCE IS NOT PROVIDED BY THE EMPLOYER, RECEIVE UP TO 2 YEARS OF MEDICAL ASSISTANCE COVERAGE FROM THE DATE OF EMPLOYMENT.

(6) THE AMOUNTS PAID TO A RECIPIENT UNDER THE WORK SUPPLEMENTATION PROGRAM SHALL BE CONSIDERED TO BE EARNED INCOME, AS DEFINED IN § 32 (C)(2) OF THE INTERNAL REVENUE CODE, FOR PURPOSES OF THE EARNED INCOME TAX CREDIT TO THE EXTENT ALLOWED BY LAW.

(F) (1) THE SECRETARY SHALL ESTABLISH A SCHEDULE OF SANCTIONS FOR NONCOMPLIANCE WITH THE TRAINING AND WORK REQUIREMENTS OF THE PILOT. THE SCHEDULE SHALL INCLUDE THE SANCTIONS PROVIDED FOR IN THIS SUBSECTION.