- (3) (4) 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 BY WORKING AT LEAST 30 HOURS PER WEEK FOR A BUSINESS THAT PARTICIPATES IN A GRANT DIVERSION PROGRAM;
- (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: A MINIMUM OF 20 HOURS PER WEEK;

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 $\underline{MINIMUM\ OF\ 20}$ HOURS PER WEEK; OR
 - (IV) BY WORKING FULL TIME IN AN UNSUBSIDIZED JOB.
- (4) (5) A RECIPIENT MAY ONLY BE REQUIRED TO PARTICIPATE IN THE WORK REQUIREMENTS OF THIS SUBSECTION TO THE EXTENT THAT NECESSARY CHILD CARE RESOURCES, WORK PLACEMENT RESOURCES, AND TRANSPORTATION ARE AVAILABLE.
- (5) (6) 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) (7) THE AMOUNTS PAID TO A RECIPIENT UNDER THE WORK SUPPLEMENTATION GRANT DIVERSION 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 CREATE AND ESTABLISH A GRANT DIVERSION PROGRAM AS PART OF THE PILOT UNDER THIS SECTION.
- (2) THE SECRETARY SHALL SOLICIT PARTICIPATION IN THE GRANT DIVERSION PROGRAM FROM BUSINESSES WILLING TO HIRE AFDC RECIPIENTS.
- (3) THE SECRETARY SHALL PAY BUSINESSES FOR THEIR PARTICIPATION IN THE GRANT DIVERSION PROGRAM FROM STATE AND FEDERAL FUNDS THAT HAVE BEEN APPROPRIATED FOR AFDC PAYMENTS AND FOOD STAMPS.