

(II) FOR THE SECOND INSTANCE OF NONCOMPLIANCE, TEMPORARY CASH ASSISTANCE SHALL RESUME AFTER 10 DAYS OF COMPLIANCE WITH THE WORK ACTIVITY; AND

(III) FOR EACH SUBSEQUENT INSTANCE OF NONCOMPLIANCE, TEMPORARY CASH ASSISTANCE SHALL RESUME AFTER 30 DAYS OF COMPLIANCE WITH A WORK ACTIVITY.

(6) IF TEMPORARY CASH ASSISTANCE IS REDUCED OR TERMINATED UNDER THIS SUBSECTION, A RECIPIENT SHALL RETAIN ELIGIBILITY FOR MEDICAL ASSISTANCE AND FOOD STAMPS, AS LONG AS THE RECIPIENT MEETS THE MEDICAL ASSISTANCE AND FOOD STAMP PROGRAM REQUIREMENTS.

(F) TRANSITIONAL ASSISTANCE.

(1) AFTER TERMINATION OF TEMPORARY CASH ASSISTANCE UNDER THIS SECTION, A RECIPIENT MAY RECEIVE TRANSITIONAL ASSISTANCE.

(2) IF A CASEWORKER DETERMINES THAT TRANSITIONAL ASSISTANCE IS APPROPRIATE, THE FIP BENEFIT THAT WOULD HAVE BEEN PAID TO THE RECIPIENT SHALL BE PAID INSTEAD TO A THIRD PARTY PAYEE ON BEHALF OF THE RECIPIENT FOR A PERIOD OF UP TO 3 MONTHS.

(3) THE CASEWORKER OF A RECIPIENT, IN CONJUNCTION WITH THE RECIPIENT AND SUBJECT TO THE APPROVAL OF THE SECRETARY, SHALL SELECT A THIRD PARTY PAYEE DESCRIBED IN PARAGRAPH (2) OF THIS SUBSECTION.

(4) THE THIRD PARTY PAYEE SHALL PROVIDE TRANSITIONAL ASSISTANCE TO THE RECIPIENT IN ONE OR MORE OF THE FOLLOWING FORMS:

(I) COUNSELING;

(II) HOUSING;

(III) CHILD CARE;

(IV) HOUSEHOLD SUPPLIES AND EQUIPMENT;

(V) DIRECT ASSISTANCE OTHER THAN A CASH PAYMENT; AND

(VI) ANY OTHER NONCASH ASSISTANCE THAT MAY BE NECESSARY TO ASSIST THE RECIPIENT TO MAKE THE TRANSITION FROM WELFARE.

(5) A LOCAL DEPARTMENT MAY PAY AN ADMINISTRATIVE FEE TO A THIRD PARTY PAYEE TO COVER THE ADMINISTRATIVE COSTS OF THE THIRD PARTY PAYEE FOR PROVIDING THE SERVICES DESCRIBED IN PARAGRAPH (4) OF THIS SUBSECTION.

(6) THE FUNDS PROVIDED THROUGH TRANSITIONAL ASSISTANCE MAY NOT BE USED TO FURTHER SECTARIAN RELIGIOUS INSTRUCTION.

(7) THE SECRETARY SHALL ADOPT REGULATIONS SPECIFYING THE SELECTION CRITERIA FOR THIRD PARTY PAYEES UNDER THIS SUBSECTION.