

EFFECTIVE JULY 1 OF EACH YEAR, THE DEPARTMENT SHALL MAKE AVAILABLE FOR REALLOCATION WITHIN ITS BUDGET ANY SAVINGS THE DEPARTMENT ANTICIPATES FROM FUNDS APPROPRIATED FOR THE FIP DURING THE CURRENT FISCAL YEAR AS A RESULT OF:

- (1) CASELOAD REDUCTIONS; OR
- (2) OTHER REDUCTIONS IN THE TOTAL AMOUNT OF TEMPORARY CASH ASSISTANCE PAID TO RECIPIENTS COMPARED TO THE TOTAL AMOUNT OF TEMPORARY CASH ASSISTANCE APPROPRIATED.
- (D) USE OF SAVINGS.

EXCEPT AS PROVIDED IN SUBSECTION (E)(1) OF THIS SECTION, SAVINGS MADE AVAILABLE FOR REALLOCATION MAY BE USED FOR:

- (1) CHILD CARE;
- (2) WORK ACTIVITIES;
- (3) WELFARE AVOIDANCE GRANTS;
- (4) DRUG TREATMENT FOR TARGETED RECIPIENTS;
- (5) TRANSPORTATION;
- (6) EMERGENCY FUNDS FOR APPLICANTS AND RECIPIENTS;
- (7) ADMINISTRATION TO THE EXTENT THAT ADDITIONAL ADMINISTRATIVE COSTS ARE REQUIRED TO EFFECTIVELY IMPLEMENT THE FIP; OR
- (8) ANY OTHER DIRECT SERVICE TO APPLICANTS OR RECIPIENTS THAT THE SECRETARY AND THE LOCAL DEPARTMENT CONSIDER APPROPRIATE TO FURTHER THE PURPOSES OF THIS SUBTITLE.

(E) REALLOCATION OF SAVINGS.

(1) SAVINGS SHALL BE MADE AVAILABLE FOR REALLOCATION AS FOLLOWS:

(I) 10% OF THE SAVINGS TO THE OPERATING COSTS FOR ONE OR MORE OF THE FOLLOWING:

- 1. DEMONSTRATION PROJECTS ESTABLISHED UNDER § 5-317 OF THIS SUBTITLE;
- 2. SECOND CHANCE HOMES NOT SUBJECT TO THE RESTRICTIONS OF § 12 OF CHAPTER 351 OF THE ACTS OF THE GENERAL ASSEMBLY OF 1996; OR
- 3. DEMONSTRATION PROJECTS TO EMPIRICALLY EVALUATE STRATEGIES TO REDUCE THE INCIDENCE OF NONMARITAL BIRTHS IN THE STATE;