

The following information was gathered to respond to the efficacy of TANF in promoting self-sustainability:

- The effectiveness of programs that support transition to workforce and skill development
- Identifying who needs such programs the most

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• Indicators to measure the success of TANF programs

## **Main Points**

- 1. TANF effectiveness is often measured by Work Participation Rate (WPR); however it:
  - Only provides information about current families receiving TANF
  - Does not give information about families who involuntarily exit or lose funding due to sanctions.
  - Not sufficient to assess effectiveness.
- 2. Recommended indicators to determine if those who leave TANF and those who stay are earning enough money to lift their families out of poverty are earnings, utility shut-offs, hunger, homelessness are recommended to be used to determine.
- **3.** Work requirements often negatively impact work outcomes and TANF recipients face various **employment barriers that make meeting work requirements difficult**. TANF objectives may be better met if barriers to employment are addressed directly through the program.
- 4. Many leave TANF involuntarily due to sanctions are still in poverty. Sanctions are related to a variety of negative outcomes which suggest they are not effective at lifting families out of poverty.
  - **Negative outcomes**: Lower likelihood of formal employment, lower earnings, hunger, homelessness or eviction, poor health, and hardship activities.
  - Who is likely to receive sanctions? Individuals who are younger, have low levels of education, read at or below a fifth-grade level, don't have access to a car or license, and experience abuse within the past year.
- 5. Negative childhood outcomes related to sanctions including, increased likelihood of hospitalization, educational attainment issues, and behavioral problems.
- 6. There are also possible benefits to incentivizing TANF recipients to work including stable income and health benefits.
- 7. It should be noted that heavy administrative burden is associated with any social welfare program delivering funding to eligible individuals.

## **KEY RESOURCES**

Estimates of administrative costs can be found here.

This article provides in depth explanation for how TANF is measured.

This <u>resource</u> details the proposed changes for TANF.

