

IGP Earned Income Credit and Education Savings Incentive Program

Description: Matching funds to be given to IGP families who receive Federal EITC, open a my529 savings plans, and who set aside money to save for their children's education.

Agency: DWS

Purpose: Encourage IGP families to engage in specific behaviors that are known to help break the cycle of poverty.

Funding – FY2020 \$3M one-time, then \$6M on-going

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Other Note: This program would target three specific behaviors identified by the IGP Commission - applying for the federal EITC, opening a my529 savings plan, and developing savings for future purposes.

Intent Language: Is it the intent of the legislature that DWS distribute all available funds to qualifying IGP families up to the maximum limits allowed by statute and that they adjust the match rate as necessary to do so or to stay within budget.

PERFORMANCE MEASURES

1. Increased number of IGP families applying and receiving Federal EITC
2. Increased number of IGP families with an open my529 savings plan
3. Increase total my529 balances for IGP families

BUDGET

Program Administration

\$200,000 (all years)

Benefits payments

\$2,800,000 FY2020

\$5,800,000 FY2021 and on-going