

1 **SECTION 1.(b)** Of the funds appropriated in subsection (a) of this section,
2 the sum of eight hundred forty thousand dollars (\$840,000) for the 2001-2002 fiscal
3 year and the sum of eight hundred forty thousand dollars (\$840,000) for the 2002-2003
4 fiscal year shall be allocated as matching funds for personal savings of qualified
5 participants selected to complete their program within five years of the date of initial
6 qualification. These funds may also be used for the expansion of IDA consortia funded
7 under the 1997-1999 demonstration program that have enrolled a minimum of fifty
8 percent (50%) of capacity with eligible participants and closed at least one account
9 wherein the individual's goal was completed. Funds for the expansion of existing IDA
10 consortia shall not exceed one hundred thousand dollars (\$100,000) per consortium, and
11 a consortium may receive grant funds for expansion only one time during the
12 2001-2003 fiscal biennium. The Department shall develop guidelines for awarding
13 funds to expand existing IDA consortia. Guidelines shall include the basis for
14 determining award amounts. Funds remaining from funds allocated under this
15 subsection shall be allocated on a competitive basis.

16 **SECTION 1.(c)** Funds remaining after allocations are made in accordance
17 with subsections (a) and (b) of this section shall be used for case management, program
18 development, and financial literacy training, and for allocation to local sites and
19 economic literacy providers. Each site that adds at least 40 new accounts may be
20 eligible for up to fifty thousand dollars (\$50,000) of funds allocated in each fiscal year
21 under this subsection. The Department of Labor may use up to eighty thousand dollars
22 (\$80,000) of funds allocated in each fiscal year under this subsection for administrative
23 costs.

24 **SECTION 1.(d)** Matching funds allocated in accordance with subsection (a)
25 of this section may be used by qualified participants for home purchase, investment in a
26 business or self-employment venture owned by the participant, or costs of
27 postsecondary education or training for program participation. Participants are not
28 restricted as to the amounts or sources of funds deposited into the account, but only
29 savings from earned income will qualify for State matching funds. Tax return reports
30 shall be used to verify earned income. Funds in Individual Development Accounts shall
31 not be counted as assets in the Work First Program. Individual Development Account
32 statements and other individual information contained in the records of these accounts
33 are confidential and not a public record under Chapter 132 of the General Statutes.

34 **SECTION 2.** This act becomes effective July 1, 2001.