Child Welfare Fellows
Youth Homelessness Fellows
July 20, 2023 Joint Webinar
Today’s Plan

• Presentation
• Q&A
• Breakout Conversations
• Closing Thoughts
Concrete and Economic Supports at the Intersection of Child Welfare and Youth Homelessness

Anne Farrell and Clare Anderson
Chapin Hall at the University of Chicago

National Conference of State Legislatures
Youth Homelessness & Child Welfare Fellows Joint Webinar

July 2023
Pathways from child welfare to homelessness

Transition-age youth (TAY): unique developmental period; statutes/programs define TAY as 16-24.

20,000 young people age out of care every year; less than 5% finish college.

Recognize challenges and disparities experienced by youth and young adults (YYAs) who spent time in foster care, even if they achieved permanency.

Federal and state legislation and regulatory shifts have enabled greater flexibility and more support to youth who spent time in foster care.

Extended foster care: 33 states enable youth to remain in or re-enter foster care at or after 18th birthday.
Intersectionality

Youth and young adults with experiences in foster care are more likely to experience homelessness:

- Trend begins in early adulthood and continues at least through mid-20s
- Many cite foster care as the beginning of their story of homelessness

Increased risk among young people who:

- Identify as LGBTQ+
- Are Black or Latinx
- Have low household income, lack HS diploma/GED
- Lack a sense of connectedness and social/family support
- Experienced homelessness as a child (intergenerational)

Highest likelihood:

- Ran away from foster care
- Group/congregate care placement
- Unstable placement(s)
- Physical abuse
Economic Supports for Youth and Young Adults

Legislative/Policy Origins

- Education and training vouchers; pandemic era support increases and extensions
- **Fostering Connections Act** (2008): Title IV-E eligibility from 18-21 for foster youth.
- **Family Unification Program** housing vouchers: Public Housing Agencies & Child Welfare systems collaborate; 36-month vouchers.
- **Foster Youth to Independence** vouchers: 18-25, leaving foster care in 90 days
- Direct Cash Transfers: (1) Federal aid to states (2) numerous demonstrations
- Extended Foster Care

State programs include higher ed tuition and fee waivers, dorm/housing regulations, and more.

Resource on State Policy & Extended Foster Care
Economic Supports: Direct Cash Transfers & Guaranteed Income

What are they?

• Direct Cash Transfers: periodic funds transfers, time limited and targeted

• Cash Plus: Conditional or unconditional; with services as “plus”

• Guaranteed Income: income sufficient for minimum support, no conditions

Why and why now (cash transfers for youth)?

• Vast evidence on effectiveness

• General shifts in political landscape; pandemic

• Chafee updates and flexibilities

• Not a basic income program: designed to help launch young people
Theory of Change: Cash Plus Model

**Inputs**

- **Cash**
- **Plus:** Youth Driven Supportive Programming

**Financial Supports**
- Monthly cash transfers for 2 yrs: $1,100/month
- One-time cash transfer: $3,000

**Non-Financial Supports**
- Housing Navigation
- Financial Coaching
- Social-emotional support
- Referrals for tailored supports

**Interim Outcomes**
- Housing security
- Financial stability
- Food security
- Savings
- Personal agency
- Health, well-being
- Experience of Affirming support

**Longer term Outcomes**
- Safe, stable Housing
- Agency and well-being
- Educational and vocational engagement & attainment
Cash

- **Unconditional payments** (24 months)
  - Monthly amount supporting a housing outcome (NYC: $1,200)
  - One-time lump-sum (NYC: $3,000)
- **Multiple payout options**
  - Venmo, PayPal, Ca$h app
  - Direct deposit
  - Prepaid card

Plus

- **Support team:** Coach (social worker), peer support, program manager
- **Services:** Coaching, housing navigation, financial coaching, referrals, education & career support, general social support
- **Evidence-based/informed**
- **Flexible:** Virtual & in-person
Economic and Concrete Supports: An Overview

**Reduced access to economic & concrete supports** associated with INCREASED risk of child maltreatment & child welfare involvement

**Increased access to economic & concrete supports** associated with DECREASED risk of child maltreatment & child welfare involvement

ECS evidence is consistent across time & types of studies: Pelton, 1978 to Pac et al, 2023

ECS evidence is consistent across mechanisms: cash assistance, child care, housing, health care, employment supports, etc.

ECS evidence is ACTIONABLE
Family Income Instability Increases Risk for Child Welfare Involvement

Low-income families at risk for child welfare involvement who have experienced income instability in the past year (including changes in both earnings and public benefits) are at increased risk for CPS investigations, even after controlling for household income level.

➢ These findings suggest a unique relationship between income instability & child welfare involvement

(Monahan, 2020)
Material Hardship Increases Risk for Child Welfare Involvement: Both Neglect & Abuse

If low-income families experience at least one material hardship

- ~3x higher likelihood of **neglect** investigation
- ~4x higher likelihood **physical abuse** investigation

If low-income families experience multiple types of material hardship (after experiencing no hardships)

- ~4x higher likelihood of **CPS** investigation
- ~7x higher likelihood **physical abuse** investigation

*Dimensions of material hardship in this study included: food, housing, utilities & medical hardship*
The Intersection of Family Economic Insecurity & Child Welfare Involvement

Most reliable economic predictors of child welfare involvement

- Income Loss
- Cumulative Material Hardship
- Housing Hardship

Strongest predictors of investigated neglect reports

- Food pantry use
- Cutting meals
- Difficulty paying rent
- Utility shutoffs
- Inability to access medical care for sick family member
- Short duration of residence
- Public benefit receipt

(Conrad-Hiebner, 2020 systematic review)
(Slack, 2011 cross-study comparison)
**Housing Stress**

**Housing stress:**
- Homelessness
- Eviction
- Foreclosure filing
- Housing instability/Multiple moves
- Inadequate housing

is associated with **increased likelihood** of child welfare involvement:
- Caregiver self-reported child maltreatment
- Substantiated CPS reports
- CPS investigations
- Foster care placement

- Families with children make up **one-third** of the total homeless population in the U.S.
- **1 in 3 children** who are homeless have experienced a major mental disorder by age 8

(Chandler, 2022 – systematic review)

(HUD, 2022) (NCTSN, 2005)
Increases in mortgage delinquency & foreclosure rates are associated with increases in hospital admissions for:

- **Physical abuse** of children < 6 years old
- **Traumatic brain injury** for infants < 1 year old

*(not related to birth or motor vehicle crashes)*

Increased Access to Economic & Concrete Supports Is Associated with Decreased Risk for Child Welfare Involvement

**Macroeconomic Supports**
- Tax credits (EITC & CTC)
- Employment
  - Minimum wage
  - Paid family leave
  - Unemployment benefits

**Concrete Supports**
- Healthcare (Medicaid)
- Home visiting with economic & concrete supports
- Child care & pre-K
- Housing

**Public Benefits**
- Overall state spending on benefits
- TANF
- SNAP & WIC

**Child Welfare Interventions with Economic and Concrete Supports**
- Differential response
- Family preservation
Economic & Concrete Support Packages to Improve Context and Prevent Child Welfare Involvement

Analysis simulating the effects of increased household income under 3 anti-poverty policy packages found these could reduce CPS investigations by 11 to 20% annually (386,000 to 669,000 fewer children investigated per year)

• Reductions were particularly large for Black and Latinx children & those living with single parents

• Analysis suggests implementation would substantially reduce racial disproportionality in CPS involvement:
  ➢ 19 to 29% reduction in investigations for Black children
  ➢ 13 to 24% reduction in investigations for Latinx children
  ➢ 7 to 13% reduction in investigations for white children

A Roadmap to Reducing Child Poverty

➢ Anti-poverty package 2: expansion of EITC & Child and Dependent Care Tax Credit (CDCTC) + universal monthly child allowance

➢ Anti-poverty package 3: expansion of EITC, CDCTC, Housing Choice Voucher Program & SNAP

➢ Anti-poverty package 4: expansion of EITC & CDCTC, increase in federal minimum wage (to $10.25/hr) + monthly child allowance

(Pac, 2023)
(A Roadmap to Reducing Child Poverty, 2019)
Earned Income Tax Credits (EITCs)

• 10% increase in the generosity of refundable state-level EITC benefits is associated with:
  ▪ 5% decline in reported maltreatment rates
  ▪ 9% decline in reported neglect rates

• Refundable state-level EITC (averaging $400 per year) is associated with a 13% decrease in hospital admissions for abusive head trauma for children < 2 years old* (even after controlling for poverty, race, education & unemployment)

(Kovski, 2022)
(Klevens, 2017)

*Approaches statistical significance
Minimum Wage

From 2004 to 2013:

• States that increased the minimum wage beyond $7.25 per hour experienced a decline in child maltreatment reports

• Every $1 increase in minimum wage was associated with a 9.6% decline in neglect reports (primarily for children < 12 years)

(Raissian, 2017)
Supportive Housing

Children of child welfare-involved families who face housing instability and receive a supportive housing program (housing voucher + case management) experience:

- **Fewer removals** (9% vs. 40% in business-as-usual control group after 2 years)
- **Lower prevalence of substantiated maltreatment** (8% vs. 26% in control group after 18 months)
- **Increased reunification** (30% vs. 9% in control group after 2 years)

(Farrell, 2018) (RCT)
Permanent Housing Subsidies

HUD’s Family Options Study found that homeless families referred for permanent housing subsidies self-reported:

- **50% fewer foster care placements**
  
  (1.9% vs. 5% in the control group experienced at least 1 placement in the last 6 months)

- Lower rates of psychological distress
- Less intimate partner violence
- Fewer child behavior problems
- Greater housing stability & food security

(compared to a business-as-usual control group of homeless families at the 20-month follow-up)

(Gubits, 2015) (RCT)
RECONCEPTUALIZING & RESOURCING FAMILY WELL-BEING & PREVENTION OF CHILD WELFARE INVOLVEMENT WITH ECONOMIC & CONCRETE SUPPORTS

MACRO ECONOMIC SOCIAL POLICIES
- Increased minimum wage & stable employment
- Income equity & mobility
- Paid Family Leave
- Earned Income Tax Credit (EITC)
- Child Tax Credit (CTC)

CONCRETE SUPPORTS
- Health care
- Child care & pre-K
- Housing
- Home visiting connecting to resources
- Flexible funds
- Direct cash transfers

PUBLIC BENEFIT SUPPORT NETWORK & HUMAN SERVICES
- Expanded, equitable & integrated human-centered system with shared responsibility, outcomes & accountability to prevent child welfare involvement
- Assessment of family economic instability & risk at key touchpoints across human services
- Alternatives for mandatory reporters to connect families to resources

ECONOMIC DIFFERENTIAL RESPONSE, COMMUNITY PATHWAYS & NAVIGATION
- Redesigned policy & programmatic framework that centers "reasonable efforts" to prevent family separation and addresses root causes of child welfare involvement
- Provide economic & concrete supports paired with equitable access to evidence-based & culturally responsive services in communities to address family needs and reduce risk

SERVES AS FIREWALL TO PREVENT CHILD WELFARE INVOLVEMENT
- Narrowed use of child welfare to respond only when necessary
- Families offered legal counsel at first contact with Child Protective Services
- Address families' intensive needs with economic and concrete supports plus evidence-based practices
- Partnership with families and communities to co-design responsive & accessible service array that goes beyond "treatment"
- Continuously evaluate & monitor effectiveness and impact of interventions

CHAPIN HALL AT THE UNIVERSITY OF CHICAGO

(Evidence-based policy-making map adapted from Economic & Concrete Supports Reference List)
Chapin Hall Resources (hyperlinks)

Chapinhall.org/ecsproject

(Weiner, Anderson & Thomas, 2021)
(Anderson, Grewal-Kök, Cusick, Weiner & Thomas, 2021)

Maximizing the Impact of Direct Cash Transfers to Young People

NEW OPPORTUNITIES
Q&A

Please add your questions to the chat.
Breakout Conversations