

STATE OF NEW YORK

1305

2025-2026 Regular Sessions

IN ASSEMBLY

January 9, 2025

Introduced by M. of A. WALKER, WILLIAMS, COOK, DAVILA -- read once and referred to the Committee on Children and Families

AN ACT to amend the social services law, in relation to establishing a program for financial transitional living services for foster children

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. The social services law is amended by adding a new section
2 393-a to read as follows:

3 § 393-a. Program for financial transitional living services for foster
4 children. 1. The office of children and family services shall establish
5 a program to assist foster children in the care, custody or guardianship
6 of an authorized agency to achieve financial security and independence
7 as the children transition to independent living.

8 2. The office of children and family services shall enter into an
9 agreement with financial institutions to establish independent develop-
10 ment savings accounts for foster children over the age of sixteen in the
11 state. The agreement must:

12 (a) prohibit a foster child from withdrawing money from the savings
13 account until the earlier of:

14 (i) the first anniversary of the date the first deposit is made into
15 the savings account; or

16 (ii) the date the balance in the savings account first equals or
17 exceeds two thousand dollars;

18 (b) authorize a foster child to withdraw money from the savings
19 account only in person at the financial institution;

20 (c) provide that the balance in the savings account may not exceed two
21 thousand dollars and establish procedures for the transfer or withdrawal
22 of the amount of money that exceeds two thousand dollars when necessary;

23 (d) require the office of children and family services and the finan-
24 cial institution to work together to encourage the foster children

EXPLANATION--Matter in italics (underscored) is new; matter in brackets
[-] is old law to be omitted.

LBD00063-01-5

1 participating in the program to open private savings accounts once the
2 participants are no longer eligible for foster care services; and

3 (e) establish procedures to transfer ownership and control of the
4 account to the participants exiting the program who are no longer eligi-
5 ble for foster care services.

6 3. The office of children and family services shall seek to partner
7 with other public and private entities to match the amounts of money
8 deposited into the foster children's independent development savings
9 accounts under the program. The matching funds must be deposited direct-
10 ly into the child's savings account.

11 4. (a) The office of children and family services and the public or
12 private entities selected as partners under subdivision three of this
13 section shall jointly establish incentives to provide financial rewards
14 to foster children for actions performed by the children, including, but
15 not limited to, college visits or attendance at financial literacy and
16 independent living classes.

17 (b) Foster children participating in the program shall be required to
18 attend financial literacy and independent living classes. Such classes
19 may include, but need not be limited to instruction on using checking
20 and savings accounts, securing a loan for high cost items such as a
21 motor vehicle or a home, obtaining and using credit and debit cards,
22 investing and saving money, applying to post-secondary education
23 programs, and securing housing and employment. Attendance and active
24 participation in such classes shall entitle foster children to the
25 financial incentives established under paragraph (a) of this subdivi-
26 sion.

27 5. Money that may be deposited in a foster child's savings account
28 established under this section includes:

29 (a) money earned by the child through employment or allowance;

30 (b) gift money;

31 (c) money deposited by the child's foster parent or by a parent or
32 other relative of the child;

33 (d) money received from public or private entities selected as part-
34 ners under subdivision three of this section as financial incentives or
35 matching funds; and

36 (e) other money authorized under the department's agreement with the
37 credit union.

38 6. The office of children and family services shall survey each foster
39 child who enters and exits the program. The survey must be designed to
40 assess any changes in the child's attitudes, perceptions, and knowledge
41 about financial matters and independent living from the time the child
42 entered the program until the child exited the program.

43 7. The office of children and family services shall complete no later
44 than December thirty-first, two thousand twenty-seven, and annually
45 thereafter, an evaluation of the program.

46 8. The office of children and family services shall submit a report on
47 the evaluation of the program conducted under subdivision seven of this
48 section no later than April first, two thousand twenty-eight, and annu-
49 ally thereafter, to the governor, temporary president of the senate and
50 speaker of the assembly.

51 § 2. This act shall take effect on the ninetieth day after it shall
52 have become a law. Effective immediately, the addition, amendment and/or
53 repeal of any rule or regulation necessary for the implementation of
54 this act on its effective date are authorized to be made and completed
55 on or before such effective date.