

SENATOR DAVE CORTESE SB 333

California SOAR (Success, Opportunity, & Academic Resilience) Guaranteed Income Program

SUMMARY

SB 333 establishes a statewide guaranteed income pilot program titled the California SOAR (Success, Opportunity, & Academic Resilience) Guaranteed Income Program to provide approximately 15,307 12th-grade students experiencing homelessness with direct cash assistance to support their transition out of high school and their access to employment and postsecondary education.

ISSUE & BACKGROUND

A staggering number of youth live in California without stable and safe housing. Within California's K-12 school system, approximately 270,000 students are experiencing homelessness, according to a 2020 report by UCLA's Center for the Transformation of Schools. This number has increased by over 48 percent in the past decade, likely substantially higher due to COVID-19.

The McKinney-Vento Homeless Assistance Act defines "homeless children and youth" as individuals who lack a fixed, regular, and adequate nighttime residence. According to Census Data (DataQuest), approximately 15,307 students experiencing homelessness were enrolled in the 12th grade during the 2022-2023 academic year. Statistically, only about half (50%) of these students enroll in college. However, data tells us that an overwhelming majority of youth experiencing homelessness wish to pursue careers that require some form of postsecondary education.

Postsecondary education has become increasingly necessary for people to exit homelessness and poverty and enter into financial stability. However, the significant costs associated with enrolling in postsecondary education pose a substantial barrier to low-income individuals, especially youth experiencing homelessness who often have no income. Those youth experiencing homelessness who do enroll in college are

sometimes subject to the "summer melt" phenomenon, which is when students who have every intention of attending college in the following fall never actually enroll, in part due to a lack of financial resources. Students of color, students from low-income backgrounds, and first-generation students are disproportionately impacted by "summer melt."

The summer following high school graduation is a critical time for youth. During this transition period, youth lose the robust support system provided by schools, which includes food assistance, shelter, and school counselors, and must learn how to navigate adulthood. For youth experiencing homelessness, the transition to adulthood and becoming responsible for their care and well-being can be incredibly challenging due to unstable housing conditions and unmet basic needs.

Guaranteed income is a cost-effective policy solution to poverty and inequality among marginalized communities. The Stockton Economic Empowerment Demonstration (SEED) in Stockton gave 125 individuals an income at or below the city's median income with a guaranteed income of \$500 per month for two years. The unconditional cash enabled recipients to find fulltime employment improved their mental and physical health, and alleviated financial scarcity, creating new opportunities for recipients. In Santa Clara County, the ongoing Transition-Aged Youth Basic Income Pilot Program has supported participating former foster youth in securing stable housing, improving their financial health, and continuing or returning to their educational careers. Moreover, recent research tells us that direct cash transfers, such as guaranteed income, can play a crucial role in helping youth to exit homelessness sustainably.

THIS BILL

In recognition of the need to support youth experiencing homelessness during the bridge between

high school graduation and postsecondary education or employment, SB 333 establishes a statewide guaranteed income program, "CalSOAR." This program will provide direct cash assistance to youth beginning on April 1, 2026, through August 1, 2026. This program will be administered by the Department of Social Services in collaboration with identification data from the Department of Education. The bill defines an eligible participant as a 12th-grade student who is homeless as defined by the McKinney-Vento Act. Additionally, the bill seeks to create protections from any impact on public assistance programs, student financial aid, and the California Earned Income Tax Credit. Lastly, the bill directs the department to evaluate the program that measures educational and economic security outcomes for award recipients.

SUPPORT

Economic Security Project Action (Co-sponsor)
End Poverty in California (EPIC) (Co-sponsor)
Mayors for a Guaranteed Income (Co-sponsor)
County of Santa Clara (Co-Sponsor)
Young Invincibles (Co-sponsor)
Generation UP (Co-sponsor)

AIDS Healthcare Foundation
Alameda County Office of Education
All Home
Alliance for Children's Rights
Bay Area Asset Funders Network
Bill Wilson Center
Building Skills Partnership
California Coalition for Youth
California Federation of Teachers AFL-CIO
California State PTA

Children Now

City and County of San Francisco

Collaborising

Community Action Partnership of Orange County

Community Financial Resources

Community Health Councils

County of Los Angeles Board of Supervisors

Disability Rights California

Education Justice Academy

Five Keys

Food Recovery Network

Friends Committee on Legislation of California

Glide

Indivisible CA State Strong

Indivisible California

Indivisible California StateStrong

John Burton Advocates for Youth

LA Best Babies Network

Los Angeles Regional Food Bank

Miracle Messages

Mission Neighborhood Health Center

National Association of Social Workers, California

Chapter

NASW-CA Region I/SW Department

No Kid Hungry California

Orange County United Way

Public Health Advocates

San Francisco Bay Area Planning and Urban Research

Association (SPUR)

San Francisco-Marin Food Bank

San Jose-Evergreen Community College District

Second Harvest of Silicon Valley

Share Our Strength

Silicon Valley Community Foundation

The Children's Partnership

United Parents and Students

United Way California Capital Region

United Ways of California

Universal Income Project

Voices for Progress

Western Center on Law & Poverty

OPPOSITION

None

FOR MORE INFORMATION

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