



JENNIFER M. GRANHOLM
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF HUMAN SERVICES
LANSING



ISMAEL AHMED
DIRECTOR

January 12, 2010

The Honorable Bill Hardiman, Chair
Senate Appropriations Subcommittee on DHS
915 Farnum Building
P.O. Box 30036
Lansing, Michigan 48909-7536

The Honorable Dudley Spade, Chair
House Appropriations Subcommittee on DHS
House Office Building, Room N0993
P.O. Box 30014
Lansing, Michigan 48909-7514

Dear Senator Hardiman and Representative Spade:

Section 532(1) of Public Act 129 (Enrolled Senate Bill No. 248), requires the Department of Human Services (DHS) to report to the Senate and House appropriation subcommittees, the Senate and House fiscal agencies, and the state budget director on the department's implementation of the licensing and contract compliance review process.

DHS initially addressed this section by convening a collaborative work group in December 2004, which concluded work in February 2006. In summary, the Bureau of Children and Adult Licensing (BCAL) and the Purchased Services Division (PSD):

- Eliminated duplicative onsite inspection activities when legally permitted.
- Took steps to eliminate PSD rule related reviews of agency functions, which are also monitored by BCAL.
- Coordinated routine onsite inspections and complaint investigations when feasible and legally permitted.
- Formalized a process for sharing investigative findings.

In March 2008, BCAL drafted an administrative rule which would allow nationally accredited Child Caring Institutions to request a modified onsite inspection. A similar administrative rule for Child Placing Agencies was drafted during a rules work group convened in January 2009.

If you have any questions regarding this information, please contact Susan Kangas, chief administrative officer, at (517) 373-7787.

Sincerely,

A handwritten signature in black ink that reads "Ismael Ahmed". The signature is written in a cursive style with a large initial 'I'.

Ismael Ahmed

cc: Senate and House Appropriations Subcommittees on DHS
Senate and House Fiscal Agencies
Senate and House Policy Offices
State Budget Director