



JENNIFER M. GRANHOLM
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF HUMAN SERVICES
LANSING



ISMAEL AHMED
DIRECTOR

December 27, 2010

The Honorable Bill Hardiman, Chair
Senate Appropriations Subcommittee on DHS
Michigan State Senate
Lansing, Michigan 48933

The Honorable Dudley Spade, Chair
House Appropriations Subcommittee on DHS
Michigan House of Representatives
Lansing, Michigan 48933

Dear Senator Hardiman and Representative Spade:

Section 546(3) of 2009 Public Act 129 and Section 546(3) of 2010 Public Act 190 require the Department of Human Services to calculate and report the cost of care, on a per diem basis, for foster care services delivered directly by the department. The report is attached.

If you have any questions, please contact Jane Schultz, director of the Budget Division, at (517) 373-7787.

Sincerely,

for

Ismael Ahmed

c: Senate and House Appropriations Subcommittees on DHS
Senate and House Fiscal Agencies
State Budget Director

Michigan Department of Human Services
2009 Public Act No. 129, Section 546(3) Report
FY10 Daily Cost of Foster Care Direct Worker
Dated: 10/28/10

<u>Item</u>	<u>Daily Cost</u>	<u>Explanation</u>
Salaries	\$217	(\$27.10 per hour x 8 hours)
Ins, Ret, Taxes	\$130	(at 60% of Salaries)
CSS&M	\$2	(at \$600 per FTE per year)
Travel	\$4	(at \$1,434 per FC worker per year)
IT costs, excluding equipment	\$3	(at \$1,239 per FTE per year)
Rent/Facilities	\$10	(at \$3,500 per FTE per year)
Subtotal	\$365	
Cost of 1st Line supr.	\$85	(6:1 ratio)(Also includes portion of 2nd Line supr.)
Cost of Ad Support wkr.	\$38	(8:1 ratio)
Cost of Prog Tech FTE	\$4	(125:1 ratio)
TOTAL	\$492	