



RICK SNYDER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF HUMAN SERVICES
LANSING



MAURA D. CORRIGAN
DIRECTOR

February 14, 2013

The Honorable Bruce Caswell, Chair
Senate Appropriations Subcommittee on DHS
Michigan State Senate
720 Farnum Building
Lansing, Michigan 48933

The Honorable Peter MacGregor, Chair
House Appropriations Subcommittee on DHS
Michigan House of Representatives
N1092 House Office Building
Lansing, Michigan 48933

Dear Senator Caswell and Representative MacGregor:

Section 274 (2) of 2012 Public Act No. 200, Article X, requires the Department of Human Services to prepare an annual report on its efforts to identify additional Temporary Assistance for Needy Families (TANF) maintenance of effort (MOE) opportunities from private sources, local units of government, and other state agencies.

In fiscal year 2012, the Department of Human Services contracted with the Public Consulting Group (PCG) on a contingency fee basis to assist the state in maximizing its MOE opportunities. PCG employed a number of strategies in this effort, including assisting with claims for refundable earned income tax credits, independent private foundation programs, United Ways, eligible TANF programs operated by Wayne County, and food bank programs in Southeast Michigan.

The attached table compares fiscal year 2011 MOE spending to fiscal year 2012 MOE spending.

If you have any questions about this report, please contact me at (517) 373-7787.

Sincerely,

Susan Kangas
Chief Financial Officer

Attachments

- C: Senate and House Appropriations Subcommittee on DHS
- Senate and House Fiscal Agencies
- Senate and House Policy Offices
- State Budget Office

**TEMPORARY ASSISTANCE FOR NEEDY FAMILIES
MAINTENANCE OF EFFORT**

| | FY 2011 Actual ('000) | FY 2012 Actual ('000) | Difference ('000) |
|---|--------------------------------------|--------------------------------------|------------------------------|
| Department of Human Services Programs | \$124,747.1 | \$109,213.0 | (\$15,534.1) |
| MDE - School Aid Programs | | | |
| School Readiness, Sec. 32 d & 32 l | \$85,360.5 | \$93,003.7 | \$7,643.2 |
| School Readiness, Sec. 32. d (also counts for CCDF MOE) | \$4,882.3 | \$0.0 | (\$4,882.3) |
| ISD Great Parents/Great Start | \$3,477.6 | \$4,801.6 | \$1,324.0 |
| At-Risk Spending, Sec 31A | \$138,455.8 | \$142,368.4 | \$3,912.6 |
| Early Childhood Block Grant, Sec. 32 p | \$3,733.6 | \$3,653.9 | (\$79.7) |
| MEDC - Work First | \$15,166.2 | \$14,536.6 | (\$629.6) |
| LARA - Low Income Energy Assistance | \$34,733.6 | \$12,925.8 | (\$21,807.8) |
| DCH - Transitional Medical Assistance /1/ | \$1,550.9 | \$0.0 | (\$1,550.9) |
| Earned Income Tax Credit | \$217,962.0 | \$237,535.3 | \$19,573.3 |
| Local and Private Sources | \$61,911.2 | \$56,688.6 | (\$5,222.6) |
| Total | \$691,980.8 | 674,726.9 | -17,253.9 |

/1/ Transitional Medical Assistance program was eliminated during FY 2011