

Additional TANF MOE Report

(FY2016 Appropriation Act - Public Act 84 of 2015)

February 15, 2016

Sec. 274(2) By February 15 of the current fiscal year, the department shall prepare an annual report of its efforts to identify additional TANF maintenance of effort sources and rationale for any increases or decreases from all of the following, but not limited to:

- (a) Other departments.***
- (b) Local units of government.***
- (c) Private sources.***



**Michigan Department of
Health & Human Services**

RICK SNYDER, GOVERNOR
NICK LYON, DIRECTOR

Identification of Additional Temporary Assistance for Needy Families Maintenance of Effort Sources

(FY2016 Appropriations Act – Public Act 84 of 2015)

In Fiscal Year 2015, DHHS reported an increase of \$1,294,757 in Temporary Assistance for Needy Families (TANF) Maintenance of Effort (MOE) spending over Fiscal Year 2014 TANF MOE spending. This was achieved without claiming MOE expenditures from private and local sources, as was the practice in some previous years. Total FY 2015 MOE spending of \$618,101,663 exceeded the MOE requirement of \$499,752,934 by \$118,348,729.

As outlined in the table below, the largest increase in TANF MOE spending in Fiscal Year 2015 was in the category of Other State Departments. The increase is mainly attributed to an expansion of the Michigan Department of Education’s Great Start Readiness Program (GSRP). Fiscal Year 2015 GSRP funding allowed for an increase in the number of program slots for early childhood education – from 48,075 funded slots in Fiscal Year 2014 to 63,248 funded slots in Fiscal Year 2015, an increase of nearly 1/3.

	FY 2014	FY 2015	Dollar Change	Percent Change	Rationale for Change
Department of Health and Human Services Programs	\$107,783,099	\$111,531,163	\$3,748,064	3.4%	
Other State Departments	\$456,789,035	\$506,570,500	\$49,781,465	10.9%	\$55 million funding increase in GSRP.
Local Units of Government	\$7,859,578	\$0	(\$7,859,578)	(100%)	Due to increase in GSRP funding, there was no need to claim third party MOE.
Private Sources	\$44,375,194	\$0	(\$44,375,194)	(100%)	Due to increase in GSRP funding, there was no need to claim third party MOE.
Total	\$616,806,906	\$618,101,663	\$1,294,757	0.2%	