Relative Licensing Incentive Grant

(FY 2020 Appropriation Act - Public Act 67 of 2019)

March 1, 2020

Sec. 574. (1) From the funds appropriated in part 1 for foster care payments, \$2,000,000.00 is allocated to support performance-based contracts with child placing agencies to facilitate the licensure of relative caregivers as foster parents. Agencies shall receive \$4,500.00 for each facilitated licensure if completed within 180 days after case acceptance, or, if a waiver was previously approved, 180 days from the referral date. If the facilitated licensure, or approved waiver, is completed after 180 days, the agency shall receive up to \$3,500.00. The agency facilitating the licensure would retain the placement and continue to provide case management services for the newly licensed cases for which the placement was appropriate to the agency. The 180-day period shall not include any delay due to actions solely in the control of the department as accounted for by the child placing agency assisting with licensure.

(2) By March 1 of the current fiscal year, the department shall submit to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office a report on the total amount expended in the previous year for payments to child placing agencies for completed licensures of relative caregivers as foster parents as referenced in subsection (1) and the number of newly licensed caregivers for which the child placing agencies received these payments.

(3) From the funds appropriated for foster care payments, \$375,000.00 is allocated to support family incentive grants to private and community-based foster care service providers to assist with home improvements or payment for physical exams for applicants needed by foster families and unlicensed relatives caring for a family member through the child welfare system to accommodate children in foster care.

(4) By March 1 of the current fiscal year, the department shall submit to the house and senate appropriations subcommittees on the department budget, the house and senate fiscal agencies, the house and senate policy offices, and the state budget office a report on the total amount expended in the previous year for grants to private and community-based foster care service providers for home improvements or physical exams as referenced in subsection (3) and the number of grants issued.



Relative Licensing Incentive Grant

In FY 2019, MDHHS expended \$1,252,800.00 in payments to child placing agencies toward relative licensure of which \$1,085,500.00 was expended for 391 facilitated licensures. The payment amounts are broken down below:

Completed Licensure in FY 19					
Payment Timeframes from Case Acceptance	Payment Amount	# of Payments made	Total Payment Amount		
Within 180 Days	\$4,500	146	\$657,000		
181-365 Days	\$2,000	204	\$408,000		
366 or More Days	\$500	41	\$20,500		
То	\$1,085,500				

Withdrawn Licensure				
Payment Amount	# of Payments made	Total Payment Amount		
\$1,000	93	\$93,000		
Total:		\$93,000		

FY 19 Payments for Referrals Accepted Prior to September 30th, 2017 **The number of payments made are not included in the number of facilitated licensures in FY 19						
Payment Timeframes from Child's Placement	Payment Amount	# of Payments made	Total Payment Amount			
Within 180 days of placement	\$2,300	3	\$6,900			
7-9 months of placement	\$2,100	6	\$12,600			
10 -12 months of placement	\$1,900	2	\$3,800			
Over 12 months of placement	\$1,700	30	\$51,000			
Total:	\$74,300					