

GRETCHEN WHITMER
GOVERNOR

STATE OF MICHIGAN DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY LANSING

SUSAN CORBIN DIRECTOR

Memorandum

DATE: December 2, 2021

To: The Honorable Jim Stamas, Chair Senate Appropriations Committee

The Honorable Thomas Albert, Chair House Appropriations Committee

FROM: Stephanie Beckhorn, Director

Employment and Training

Department of Labor and Economic Opportunity

RE: PA 0087 of 2021, Sec. 1079(1) Report

Per Section 1079(1) of Public Act 0087 of 2021, the Michigan Department of Labor and Economic Opportunity, Workforce Development shall provide a report to include:

- a) An itemized spending report on Temporary Assistance for Needy Families (TANF) funding, including all of the following:
 - i. Direct services to clients.
 - ii. Administrative expenditures.
- b) The number of family independence program clients served through the TANF funding, including all of the following:
 - i. The number and percentage who obtained employment through Michigan Works!
 - ii. The number and percentage who fulfilled their TANF work requirements through other job readiness programming.
 - iii. Average TANF spending per client.
 - iv. The number and percentage of clients who were referred to Michigan Works! but did not receive a job or job readiness placement and the reasons why.

If you have any questions, please contact Mr. Andrew Beardslee, LEO Legislative Analyst, at 517-388-6101.

SB:MS

Attachment

cc: Senate and house appropriations committees
Kathryn Summers, Director, Senate Fiscal Agency
Mary Ann Cleary, Director, House Fiscal Agency

Partnership.Accountability.Training.Hope. (PATH) Boilerplate Report

Public Act 0087 of 2021, Section 1079 (1) requires the Michigan Department of Labor and Economic Opportunity, Workforce Development Agency to provide outcome and performance data from the previous year to the senate and house appropriations committees.

Below please find the requested data and the reportable information:

- (a) An itemized spending report on Temporary Assistance for Needy Families (TANF) funding, including the following:
 - (i) Direct Services to clients: \$57,051,260
 - (ii) Local Administrative Expenditures: \$3,835,747 State Level Administrative Expenditures: \$3,470,201
- (b) The number of family independence program clients served through the TANF funding, including the following:
 - (i) The number and percentage who obtained employment through Michigan Works!:
 - During FY 2021, the Partnership.Accountability.Training.Hope. (PATH) program served 13,233 participants, of those, 3,873 or 29.2% obtained employment.
 - (ii) The number and percentage who fulfilled their TANF work requirement through other job readiness programming:
 - 483 participants completed their work requirements through unpaid work experience and/or community service during FY 2021. This represents 3.6% of the participants.
 - (iii) Average TANF spending per client:
 - During FY 2021, \$64,357,208 in TANF funding was spent to serve 13,233 participants for an average TANF cost of \$4,863 per participant.
 - (iv) The number and percentage of clients who were referred to Michigan Works! but did not receive a job or job readiness placement and the reasons why:

Per the Welfare Reform Monthly Report, Table AEP-1, for the month ending September 30, 2021:

Found ineligible prior to attending	12,692	27.0%
Deferred	530	1.1%
Case Closed prior to attendance	768	1.6%
Did not appear	20,453	43.5%