

GRETCHEN WHITMER
GOVERNOR

STATE OF MICHIGAN DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY LANSING

SUSAN CORBIN ACTING DIRECTOR

Memorandum

DATE: December 7, 2020

то: The Honorable Jim Stamas, Chair Senate Appropriations Subcommittee

The Honorable Shane Hernandez, Chair House Appropriations Subcommittee

FROM: Stephanie Beckhorn, Director

Employment and Training

Labor & Economic Opportunity

RE: Public Act 166 of 2020, Section 1079(1) Report

Per Section 1079(1) of Public Act 166 of 2020, 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, Legislative Analyst, 517-388-6101.

SB:JB

Attachment

cc: Members, Senate and House Appropriations Subcommittees

Public Act 166 of 2020, 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: \$55,752,533
 - (ii) Local Administrative Expenditures: \$4,252,531 State Level Administrative Expenditures: \$3,670,861
- (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 2020, the Partnership.Accountability.Training.Hope. (PATH) program served 12,779 participants, of those, 5,300 or 41.5% obtained employment.
 - (ii) The number and percentage who fulfilled their TANF work requirement through other job readiness programming:
 - 1,383 participants completed their work requirements through unpaid work experience and/or community service during FY 2020. This represents 10.8% of the participants.
 - (iii) Average TANF spending per client:
 - During FY 2020, \$63,675,925 in TANF funding was spent to serve 12,779 participants for an average TANF cost of \$4,983 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, 2020:

Found ineligible prior to attending	9,338	24.8%
Deferred	1,827	4.8%
Case Closed prior to attendance	671	1.8%
Did not appear	18,080	47.9%