



RICK SNYDER
GOVERNOR

STATE OF MICHIGAN
DEPARTMENT OF HUMAN SERVICES
LANSING



MAURA D. CORRIGAN
DIRECTOR

February 28, 2012

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

The Honorable David Agema, Chair
House Appropriations Subcommittee on DHS
Michigan House of Representatives
N1093 House Office Building
Lansing, Michigan 48933

Dear Senator Caswell and Representative Agema:

Section 274 (2) of 2011 Public Act No. 63, 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 opportunities from private sources, local units of government, and other state agencies.

In fiscal year 2011, 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 2010 MOE spending to fiscal year 2011 MOE spending.

If you have any questions about this report, please contact me at (517) 373-7914.

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 2010 Actual ('000)	FY 2011 Actual ('000)	Difference ('000)
Department of Human Services Programs	\$105,532.3	\$124,747.1	\$19,214.8
Department of Education Programs /1/	\$19,529.1	\$0.0	(\$19,529.1)
Michigan Economic Development Corporation Programs	\$48,928.7	\$49,899.7	\$971.0
School Aid Fund Programs	\$203,027.1	\$235,909.8	\$32,882.7
Department of Community Health Programs /2/	\$4,221.2	\$1,550.9	(\$2,670.3)
Earned Income Tax Credit	\$203,666.8	\$217,962.0	\$14,295.2
Local and Private Sources	\$31,799.2	\$61,911.2	\$30,112.0
Total	616,704.4	691,980.7	75,276.3

/1/ For 2011, spending for Department of Education programs was not reduced; it was not MOE countable per federal regulations regarding TANF contingency funds. Michigan applied for and received these funds during the fiscal year.

/2/ In 2011, eligible MOE spending was reduced in the Department of Community Health when the Transitional Medical Assistance program was eliminated.