

FY 2013-14: DEPARTMENT OF HUMAN SERVICES
Summary: Conference Report
Senate Bill 192 (S-1) CR-1



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	FY 2012-13 YTD as of 2/7/13	FY 2013-14 Revised Executive	FY 2013-14 House	FY 2013-14 Senate	FY 2013-14 Conference	Difference: Conference From FY 2012-13 YTD	
						Amount	%
IDG/IDT	\$30,581,300	\$30,594,600	\$28,970,900	\$30,594,600	\$18,127,100	(\$12,454,200)	(40.7)
Federal	5,507,467,200	4,802,702,800	4,768,780,800	4,802,815,200	4,814,517,900	(692,949,300)	(12.6)
Local	39,029,400	37,891,500	32,572,400	37,891,500	35,685,600	(3,343,800)	(8.6)
Private	9,792,600	9,856,000	9,856,000	9,856,000	11,582,800	1,790,200	18.3
Restricted	88,453,600	151,618,800	90,797,500	151,506,400	135,470,000	47,016,400	53.2
GF/GP	1,028,769,600	1,013,112,400	1,007,624,800	1,013,112,400	1,003,000,000	(25,769,600)	(2.5)
Gross	\$6,704,093,700	\$6,045,776,100	\$5,938,602,400	\$6,045,776,100	\$6,018,383,400	(\$685,710,300)	(10.2)
FTEs	12,314.0	12,282.5	11,312.1	12,038.7	12,150.5	(163.5)	(1.3)

Notes: (1) FY 2012-13 year-to-date figures include mid-year budget adjustments through February 7, 2013. (2) Appropriation figures for all years include all proposed appropriation amounts, including amounts designated as one-time.

Overview

The Department of Human Services (DHS) administers a wide range of programs and services to assist Michigan's most vulnerable families, including public assistance programs that provide direct cash support as well as assistance with food and emergency needs. The DHS is also charged with protecting children and assisting families by administering foster care, adoption and family preservation programs, and by enforcing child support laws. The DHS is also responsible for delivering juvenile justice services, for Michigan Rehabilitation Services, and for licensing day care, adult foster care, and child welfare agencies in the state.

Major Budget Changes From FY 2012-13 YTD Appropriations

1. Public Assistance Caseload Adjustments

Executive reduces funding for public assistance programs \$699.4 million Gross and increases GF/GP by \$186,100 as follows:

- Food Assistance Program (FAP) is reduced \$683.7 million Gross from 1,088,146 cases at \$271 per month to 876,650 cases at \$269 per month.
- Family Independence Program (FIP) is reduced \$15.8 million Gross from 53,298 cases at \$397 per month to 49,226 cases at \$401 per month.
- State Disability Assistance (SDA) program is reduced \$546,600 GF/GP from 8,777 cases at \$257 per month to 8,600 cases at \$257 per month.
- State Supplementation program is increased \$732,700 GF/GP from 271,800 cases at \$19.31 per month to 275,000 cases at \$19.08 per month.

House and Senate concur. Conference revises caseload projections down \$31.3 million Gross (\$6.2 million GF/GP) based on May caseload consensus.

	FY 2012-13 Year-to-Date (as of 2/7/13)	FY 2013-14 Conference Change
Gross	\$3,862,229,300	(\$730,619,100)
Federal	3,603,104,200	(708,537,500)
Restricted	81,211,700	(16,113,900)
GF/GP	\$177,913,400	(\$5,967,700)

2. Energy Services

Executive eliminates \$59.9 million Gross (\$27.7 million GF/GP) designated as one-time funding for state emergency relief energy services. Provides \$60.0 million in new restricted revenues to offset elimination of one-time funding. House replaces one-time funding with funds available from reductions elsewhere in the budget rather than concurring in new restricted revenues. Senate and Conference concur with Executive.

FTE	0.0	1.0
Gross	\$59,900,000	\$100,000
Federal	32,200,000	(32,200,000)
Restricted	0	60,000,000
GF/GP	\$27,700,000	(\$27,700,000)

3. Temporary Assistance for Needy Families (TANF) Fund Source

Executive rolls the federal Temporary Assistance for Needy Families (TANF) block grant fund source into the general "total federal revenues" fund source. House, Senate, and Conference do not concur.

Gross	\$4,988,881,000	\$0
Federal	4,409,541,200	0
TANF	579,339,800	0
GF/GP	\$0	\$0

Major Budget Changes From FY 2012-13 YTD Appropriations		FY 2012-13 Year-to-Date (as of 2/7/13)	FY 2013-14 Conference Change
4. Temporary Assistance for Needy Families (TANF) Offset of GF/GP		Gross	\$579,339,800
<u>Senate</u> redirects \$16.5 million in federal TANF from reductions elsewhere in the budget to offset GF/GP. <u>Conference</u> redirects \$11.7 million in TANF reductions to offset GF/GP and increases TANF authorization \$5.0 million to offset GF/GP. TANF increase is part of informal Executive request to offset GF/GP costs related to the adoption subsidy base shortfall.		TANF	579,339,800
		GF/GP	\$0
			16,680,600
			(\$16,680,600)
5. Child Welfare Caseload Adjustments		Gross	\$614,653,700
<u>Executive</u> reduces funding for child welfare programs \$23.2 million Gross (\$8.4 million GF/GP) as follows:		Federal	330,598,300
<ul style="list-style-type: none"> Foster care payments are reduced \$15.0 million Gross (\$7.0 million GF/GP) from 7,200 cases at \$24,378 per year to 6,650 cases at \$26,844 per year. Adoption subsidies are increased \$2.0 million Gross (\$3.8 million GF/GP) from 26,850 cases at \$651 per month to 27,100 cases at \$651 per month. The County Child Care Fund is reduced \$11.1 million Gross (\$5.3 million GF/GP). Guardianship assistance payments are increased \$970,700 million Gross (\$166,500 GF/GP). 		Local	18,274,500
		Private	1,600,000
		GF/GP	\$264,180,900
			(3,855,000)
			(3,780,500)
			1,600,700
			(\$24,584,000)
<u>House</u> and <u>Senate</u> concur. <u>Conference</u> reduces caseload projections \$7.4 million Gross (\$16.2 million GF/GP) based on May caseload consensus.			
6. Child Welfare Staffing Enhancement		FTE	577.0
<u>Executive</u> annualizes the cost to hire 577.0 additional child welfare staff during FY 2012-13. Staff were requested in order to be in compliance with the case-to-worker ratios required by the Children's Rights settlement agreement. On May 22, 2012, DHS requested 307 new child protective service workers, 174 new direct care workers, and 96 new first-line supervisors. The FY 2013-14 Executive Recommendation revises the staffing request down 81 FTEs for 319 new child protective service workers, 68 new direct care workers, 1 new education planner, 1 new permanency planning conference coordinator, 63 new first-line supervisors, 17 new administrative support workers, 14 new second-line supervisors, and 13 new permanency planning specialists. <u>House</u> revises staffing request down an additional 151.4 FTEs based on October 2012 case-to-worker compliance rates, October 2012 on-board staff, and recent caseload declines. <u>Senate</u> revises staffing request down an additional 223.3 FTEs. <u>Conference</u> revises staffing request down an additional 80.0 FTEs.		Gross	\$23,320,300
		Federal	16,027,300
		GF/GP	\$7,293,000
			(161.0)
			\$20,101,300
			13,877,100
			\$6,224,200
7. Adoption Subsidy Base Funding Shortfall		Gross	\$215,422,000
<u>Conference</u> provides \$28.0 Gross (\$12.1 million GF/GP) to support a \$3.00 per child per day rate increase for all adoption subsidy cases. The FY 2012-13 DHS budget included sufficient funding for a \$3.00 per child per day rate increase for current foster care cases and for only new adoption subsidy cases (the FY 2012-13 budget does not include boilerplate language mandating a rate increase). Due to a legal opinion indicating that DHS could not exclude current cases, the rate increase was implemented on October 1, 2012 for both new and existing adoption subsidy cases.		Federal	133,681,300
		GF/GP	\$81,740,700
			\$28,000,000
			15,899,500
			\$12,100,500
8. Private Child Placing Agency Administrative Rate Increase		Gross	N/A
<u>House</u> increases \$5.1 million Gross (\$3.8 million GF/GP) to increase private child placing agency administrative rates by \$3.00 per child per day. Includes boilerplate provision that increase will only be provided if state law is amended to eliminate the county matching requirement for the \$3.00 rate increase. <u>Conference</u> concurs.		Federal	N/A
		GF/GP	N/A
			\$5,142,400
			1,357,900
			\$3,784,500
9. Permanency Planning Specialists		FTE	61.0
<u>House</u> reduces \$3.2 million Gross (\$1.3 million GF/GP) from reducing the number of FTEs allocated in the permanency planning specialists line item from 61.0 to 30.5. Line item currently supports both permanency resource managers and permanency planning assistants. Reduction also includes fringe benefits, payroll taxes, travel, CSS&M, and IT savings. <u>Conference</u> concurs.		Gross	\$3,693,200
		Federal	2,128,700
		GF/GP	\$1,564,500
			(30.5)
			(\$3,175,000)
			(1,833,700)
			(\$1,341,300)

Major Budget Changes From FY 2012-13 YTD Appropriations		FY 2012-13 Year-to-Date (as of 2/7/13)	FY 2013-14 Conference Change
10. Adoption Subsidy Increase for Special Needs Youth	Gross	\$215,422,000	\$0
<u>Senate</u> provides \$2.0 million GF/GP to allow adoptive parents to request an adoption subsidy rate increase up to 1 year after an adoption is finalized for special needs children. <u>Conference</u> does not concur.	Federal	133,681,300	0
	GF/GP	\$81,740,700	\$0
11. Juvenile Justice In-Home Community Care	Gross	N/A	\$1,000,000
<u>Senate</u> provides \$1.5 million GF/GP to expand and create new in-home community based programs for juvenile justice services. <u>Conference</u> provides \$1.0 million GF/GP and targets the funding for rural counties.	GF/GP	N/A	\$1,000,000
12. Guardianship Assistance Increase	Gross	\$4,785,300	\$0
<u>Senate</u> provides \$189,000 Gross (130,400 GF/GP) to increase monthly guardianship assistance \$25 per month. <u>Conference</u> does not concur.	Federal	1,469,900	0
	GF/GP	\$3,315,400	\$0
13. Child Care Fund Reduction	Gross	\$188,657,800	(\$11,000,000)
<u>Senate</u> reduces child care fund \$11.0 million Gross (\$5.5 million GF/GP) based on identifying improper claims made by the counties. <u>Conference</u> concurs.	Federal	95,465,500	(5,500,000)
	GF/GP	\$93,192,300	(\$5,500,000)
14. Family Preservation Programs	FTE	34.0	0.0
<u>House</u> reduces \$4.2 million in federal TANF funds from families first and child protection and permanency line items. <u>Conference</u> concurs.	Gross	\$42,385,700	(\$4,150,000)
	Federal	42,199,400	(4,150,000)
	GF/GP	\$186,300	\$0
15. One-Time Funding: Family Preservation Expansion	FTE	N/A	0.0
<u>Executive</u> provides \$2.5 million in federal TANF funds to expand Families Together Building Solutions to Macomb and Muskegon Counties and to expand Supportive Visitation/Home-Based Parent Education Program to additional counties on a one-time basis only. <u>House</u> does not concur. <u>Senate</u> concurs. <u>Conference</u> does not concur.	Gross	N/A	\$0
	Federal	N/A	0
	GF/GP	N/A	\$0
16. Youth in Transition - Runaway Youth Program	FTEs	5.5	0.0
<u>Conference</u> reduces contracts to runaway youth program 10% \$590,000 Gross (\$357,200 GF/GP). Reduction part of informal Executive request to offset GF/GP costs related to the adoption subsidy base shortfall.	Gross	\$14,439,200	(\$760,000)
	Federal	11,234,400	(402,800)
	GF/GP	\$3,204,800	(\$357,200)
17. State Juvenile Justice Facility Closures	FTE	176.0	0.0
<u>House</u> reduces funding \$14.2 million Gross (\$6.1 million GF/GP) by closing 2 of the 3 DHS operated juvenile justice facilities by January 1 and reducing administrative staff; maintains \$8.0 million Gross (\$4.3 million GF/GP) for ongoing and one-time closed site costs. Increases foster care payments line \$6.2 million Gross (\$3.1 million GF/GP) to provide for the transfer of the youth to private residential facilities or other placements. <u>Senate</u> and <u>Conference</u> reduce \$300,000 GF/GP from W. J. Maxey Training School.	Gross	\$23,858,000	(\$300,000)
	Federal	449,300	0
	Local	11,056,900	0
	GF/GP	\$12,351,800	(\$300,000)
18. Juvenile Justice Data Analyst	FTE	23.0	1.0
<u>Executive</u> provides \$116,000 GF/GP to hire a juvenile justice data analyst. Data analyst would work with State Court Administrative Office (SCAO), counties, and other stakeholders to compile statewide data on juvenile justice. <u>House</u> concurs. <u>Senate</u> provides only \$50,000. <u>Conference</u> concurs.	Gross	\$4,362,400	\$116,000
	Federal	78,300	0
	Local	946,200	0
	GF/GP	\$3,337,900	\$116,000
19. Base Funding Shortfall	Gross	N/A	\$22,000,000
<u>Conference</u> provides \$22.0 million Gross (\$30.0 million GF/GP) based on informal Executive requests to support retirement and Other Post-Employment Benefits (OPEB) charges above what were anticipated and to offset \$12.5 million less in IDG funds from the Department of Education with \$12.5 million in Federal TANF.	IDG	N/A	(12,467,500)
	Federal	N/A	4,467,500
	GF/GP	N/A	30,000,000

Major Budget Changes From FY 2012-13 YTD Appropriations		FY 2012-13 Year-to-Date (as of 2/7/13)	FY 2013-14 Conference Change
20. Local Office Staffing Reduction			
<u>House</u> reduces local office staffing 618.0 FTEs and \$64.2 million Gross (\$25.2 million GF/GP). <u>House</u> includes boilerplate language stating intent to only provide 1 administrative support staff for every 9.5 staff members and 1 first line supervisor for every 12 non-child welfare related staff members. Reduction also includes 223.0 fewer direct public assistance case workers, which would increase the number of cases each worker administers by an estimated 7% (number of cases per worker would be 5% lower than caseload peak during March 2011). Reduction also includes fringe benefits, payroll taxes, CSS&M, and IT savings. <u>Conference</u> reduces \$3.5 million GF/GP through a budgetary savings line item and requires DHS to achieve those savings through staff attrition or lay-offs department-wide rather than only through local office staffing savings.		FTE 5,559.0 Gross \$291,359,000 IDG 7,355,400 Federal 169,487,500 GF/GP \$114,516,100	0.0 (\$3,500,000) 0 0 (\$3,500,000)
21. Emergency Services Local Office Allocations			
<u>House</u> reduces emergency services local office allocations \$750,000 GF/GP. <u>Conference</u> reduces \$2.5 million Gross (\$1.2 million GF/GP).		Gross \$16,092,600 Federal 7,907,100 GF/GP \$8,185,500	(\$2,484,100) (1,242,100) (\$1,242,000)
22. Rent and Occupancy Charges			
<u>Senate</u> reduces occupancy changes to DTMB \$1.2 million Gross (\$494,200 GF/GP). <u>Conference</u> concurs but reduces funding from rent line item.		Gross \$47,022,600 IDG 800,000 Federal 31,179,000 GF/GP \$15,043,600	(\$1,236,400) 0 (742,200) (\$494,200)
23. Employment and Training Support Services			
<u>House</u> reduces employment and training support services \$558,700 GF/GP. This line item provides vehicle repairs/purchases, work clothing, and tools for public assistance recipients seeking to become self-sufficient. This line has historically lapsed GF/GP. <u>Conference</u> concurs.		Gross \$5,377,800 Federal 3,805,600 GF/GP \$1,572,200	(\$558,700) 0 (\$558,700)
24. Executive Operations Contractual Services, Supplies, and Materials (CSS&M)			
<u>House</u> reduces executive operations CSS&M \$763,600 Gross (\$367,100 GF/GP). <u>Conference</u> does not concur.		Gross \$11,260,700 IDG 600,000 Federal 6,643,700 Restricted 5,400 GF/GP \$4,011,600	\$0 0 0 0 \$0
25. SSI Advocates			
<u>Executive</u> increases Supplemental Security Income (SSI) recoveries \$78,200 to support all 10.0 FTEs allocated for SSI advocacy. <u>House</u> eliminates SSI advocate funding. <u>Senate</u> does not concur. <u>Conference</u> does not concur and replaces GF/GP with restricted revenues.		FTE 10.0 Gross \$755,500 Restricted 605,900 GF/GP \$149,600	0.0 \$0 155,700 (\$155,700)
26. Staff and Cost Contingency Fund			
<u>Senate</u> provides \$37.2 million Gross (\$24.3 million GF/GP) for a staff and cost contingency fund that could only be available after funds are transferred to another line item. <u>Conference</u> does not concur.		Gross \$0 Federal 0 GF/GP \$0	\$0 0 \$0
27. Pathways to Potential			
<u>Executive</u> provides \$6.2 million Gross (\$2.2 million GF/GP) to hire new child support specialists to provide child support case management, to hire new child welfare training staff to support a new Crucial Accountability Training program, and to hire new medical consultation staff to address a backlog of medical determination cases. The funding would also provide partial tuition reimbursement for DHS staff seeking a Master's Degree in Social Work. <u>House</u> does not concur. <u>Senate</u> and <u>Conference</u> do not concur with partial tuition reimbursement.		FTE N/A Gross N/A Federal N/A GF/GP N/A	25.0 \$3,134,600 1,835,200 \$1,299,400
28. Fraud Prevention, Detection, and Recoupment			
<u>Executive</u> provides \$500,000 GF/GP for 3 attorneys within the Department of Attorney General to prosecute persons who provide fraudulent information to DHS. Also provides \$1.5 million Gross (\$1.0 million GF/GP) for one-time biometrics fraud detection technology. <u>House</u> concurs. <u>Senate</u> does not concur with Attorney General increase. <u>Conference</u> only provides \$333,000 GF/GP for Attorney General increase.		Gross N/A Federal N/A GF/GP N/A	\$1,833,000 500,000 \$1,333,000

Major Budget Changes From FY 2012-13 YTD Appropriations		FY 2012-13 Year-to-Date (as of 2/7/13)	FY 2013-14 Conference Change
29. Phone Costs	Gross	N/A	\$2,187,300
<u>Executive</u> increases \$1.2 million Gross (\$478,100 GF/GP) for Cisco phone charges, \$1.0 million Gross (\$394,400 GF/GP) for \$22 per smartphone per month charge to DTMB, and \$218,100 Gross (\$92,100 GF/GP) for Mobile Worker Initiative. Reduces rent \$218,100 Gross (\$92,100 GF/GP) to pay for Mobile Worker Initiative costs. <u>House</u> does not include funding for the \$22 per smartphone per month charge to DTMB. <u>Senate</u> and <u>Conference</u> concur.	Federal	N/A	1,314,800
	GF/GP	N/A	\$872,500
30. Multicultural Integration	Gross	\$1,515,500	\$500,000
<u>House</u> provides \$500,000 GF/GP for the multicultural integration line item for the Jewish Federation of Metropolitan Detroit. <u>Conference</u> concurs.	Federal	1,115,500	0
	GF/GP	\$400,000	\$500,000
31. National Voter Registration Act	Gross	N/A	\$717,600
<u>Executive</u> provides \$717,600 Gross (\$350,600 GF/GP) for printing and postage costs to comply with the National Voter Registration Act. <u>House</u> , <u>Senate</u> , and <u>Conference</u> concur.	Federal	N/A	367,000
	GF/GP	N/A	\$350,600
32. Federal Title IV-E Waiver Pilot	Gross	N/A	\$2,500,000
<u>Conference</u> provides \$2.5 million federal funds for a pilot program in Kalamazoo, Macomb, and Muskegon for programs designed to keep at-risk children from birth through age 5 at home rather than entering foster care.	Federal	N/A	2,500,000
	GF/GP	N/A	\$0
33. Centers for Independent Living Pilot	Gross	\$4,488,600	\$1,500,000
<u>House</u> provides \$300,000 GF/GP for a pilot guide program administrated by the centers for independent living that provide services within Jackson, Kent, and Midland Counties. <u>Conference</u> provides \$1.5 million to implement program statewide.	Federal	2,818,600	0
	Private	100,000	0
	GF/GP	\$1,570,000	\$1,500,000
34. Youth in Transition Pilot	FTEs	5.5	0.0
<u>Senate</u> provides \$250,000 GF/GP for a pilot program with a Detroit-based nonprofit agency to serve 25 youth who are aging out of foster care. <u>Conference</u> does not concur.	Gross	\$14,439,200	\$0
	Federal	11,234,400	0
	GF/GP	\$3,204,800	\$0
35. Domestic Violence Prevention and Treatment Pilot	FTEs	14.6	0.0
<u>House</u> provides \$150,000 GF/GP for a pilot program to transport clients between shelters in Macomb, Oakland, Washtenaw, and Wayne Counties based on available bed space. <u>Conference</u> does not concur.	Gross	\$14,644,200	\$0
	Federal	12,844,900	0
	Restricted	1,040,000	0
	GF/GP	\$759,300	\$0
36. Gentle Teaching Methods Pilot	Gross	\$0	\$100,000
<u>Senate</u> provides \$100,000 GF/GP to pilot gentle teaching methods for child protective service workers. <u>Conference</u> concurs, but pilots program for public assistance field staff.	Federal	0	0
	GF/GP	\$0	\$100,000
37. Family Independence Program Substance Abuse Testing Placeholder	Gross	\$0	\$0
<u>House</u> inserts a \$100 GF/GP placeholder for the costs of a new substance abuse screening and testing pilot for Family Independence Program applicants and recipients in at least three counties, as proposed in House Bill 4118. <u>Conference</u> does not concur.	GF/GP	\$0	\$0
38. Human Trafficking Services Placeholder	Gross	\$0	\$0
<u>Senate</u> inserts a \$100 GF/GP placeholder for human trafficking services. <u>Conference</u> does not concur.	GF/GP	\$0	\$0
39. One-Time Funding: Eliminate FY 2012-13 Appropriations	Gross	\$12,546,500	(\$11,546,500)
<u>Executive</u> discontinues FY 2012-13 one-time appropriations of \$12.5 million Gross (\$5.4 million GF/GP) for state employee lump sum payments, Seita Scholarship, juvenile justice behavioral health study, and Medicaid eligibility review. <u>House</u> continues to fund Seita Scholarship on a one-time basis. <u>Senate</u> provides \$250,000 for the juvenile justice behavioral health study. <u>Conference</u> renames the Seita Scholarship to campus coaches and funds on an ongoing basis and provides \$250,000 the juvenile justice behavioral health study.	Federal	7,104,100	(6,504,100)
	Restricted	5,600	(5,600)
	GF/GP	\$5,436,800	(\$5,036,800)

Major Budget Changes From FY 2012-13 YTD Appropriations		FY 2012-13 Year-to-Date (as of 2/7/13)	FY 2013-14 Conference Change
40. Information Technology			
<u>Executive</u> reduces SACWIS development costs \$7.5 million Gross (\$3.2 million GF/GP) and discontinues FY 2012-13 one-time appropriations of \$2.5 million Gross (\$1.5 million GF/GP) for Inspector General IT upgrades. Provides \$2.4 million Gross (\$754,300 GF/GP) for new T-1 lines, \$467,900 Gross (\$168,400) for wireless infrastructure, \$407,700 Gross (\$108,500 GF/GP) for Microsoft enterprise agreement, \$351,800 Gross (\$126,600 GF/GP) to increase internet bandwidth, and \$140,600 Gross (\$50,600 GF/GP) for the Center for Shared Solutions within DTMB. Also provides 18.5 FTEs and \$2.0 million Gross (\$1.0 million GF/GP) for one-time BRIDGES improvements. <u>House</u> does not provide funding for wireless infrastructure, internet bandwidth, and one-time BRIDGES improvements. <u>Senate</u> does not provide one-time BRIDGES improvements, provides \$5.0 million GF/GP for SACWIS juvenile justice data, and reduces number of computers purchased by DHS by 3,000. <u>Conference</u> reduces number of computers purchased by DHS by 3,000 and does not provide 18.5 FTEs for BRIDGES improvements.	FTE	0.0	0.0
	Gross	\$162,780,500	(\$7,046,500)
	IDG	1,943,600	0
	Federal GF/GP	107,101,500 \$53,735,400	(3,615,400) (\$3,431,100)
41. Adjustments to Current Services Baseline			
<u>Executive</u> increases \$96,700 Gross (\$2.5 million GF/GP) to align line item appropriations with projected spending and available revenues. Offsets \$2.5 million GF/GP increase with \$2.5 million in federal TANF appropriated in Payroll Taxes and Fringe Benefits line item. <u>House</u> concurs with all Executive adjustments but revises state disbursement unit adjustment. Also revises 1st line child welfare supervisors line item based on anticipated federal revenues and electronic benefit transfer (EBT) line item based on anticipated expenditures. <u>Senate</u> revises current services baseline based on projected spending and available revenues. <u>Conference</u> reduces current services baseline request for state disbursement unit, disability determination and electronic benefit transfer line item.	Gross	N/A	(\$6,944,500)
	Federal	N/A	(7,577,300)
	Restricted	N/A	3,000,000
	GF/GP	N/A	(\$2,367,200)
42. Employee Economics			
<u>Executive</u> provides \$40.3 million Gross (\$14.5 million GF/GP) for negotiated salary and wage amounts (1.0%), insurance rate increases, actuarially-required retirement rate increases, and other economic adjustments. <u>House</u> , <u>Senate</u> , and <u>Conference</u> concur.	Gross	N/A	\$40,270,600
	IDG	N/A	13,300
	Federal	N/A	24,991,100
	Local	N/A	436,700
	Private	N/A	189,300
	Restricted GF/GP	N/A	92,600 \$14,547,600
43. Federal Medical Assistance Percentage (FMAP) Adjustments			
<u>Executive</u> increases GF/GP by \$188,300 from the FMAP federal match rate adjustment from 66.39% to 66.32%. Also increases federal TANF funds to offset child support collections. This rate is used to determine federal cost sharing for foster care payments, adoption subsidies and retained child support collections. <u>House</u> , <u>Senate</u> , and <u>Conference</u> concur.	Gross	N/A	\$12,900
	Federal	N/A	(63,000)
	Restricted	N/A	(112,400)
	GF/GP	N/A	\$188,300

Major Boilerplate Changes From FY 2012-13

GENERAL SECTIONS

Sec. 226. Request for Information or Qualification – NEW

Senate requires DHS to issue a request for information or qualification prior to issuing a request for proposal. Conference includes but requires for only new services, programs, or concepts in excess of \$1.0 million.

Sec. 252. One-Time Funding – NEW

Conference states legislative intent that funding for Medical Review Team staff increase and juvenile justice behavioral study be allocated on a one-time basis.

Sec. 275. Staffing Reduction Appropriation – NEW

Conference requires DHS to offset negative appropriation for staffing reductions through FTE reductions, prohibits offset through program, benefit, or caseload reductions; requires monthly report; requires staffing reduction line item achieve zero balance by the close of the fiscal year; and requires offset be made through legislative transfer process.

Major Boilerplate Changes From FY 2012-13

Sec. 284. Contingency Fund Appropriations – REVISED

Appropriates \$200.0 million in federal, \$5.0 million in state restricted, \$20.0 million in local, \$20.0 million in private, and \$40.0 million in federal TANF contingency funds; appropriations may not be expended until transferred through legislative transfer process. Executive and House strike TANF contingency fund subsection. Senate retains current law. Conference strikes TANF contingency fund subsection and prohibits using federal contingency funds to increase TANF authorization.

Sec. 295. Timely Information to Legislature – NEW

Conference requires DHS to provide legislative reports and other data required by statute within 30 days after information is due, reduces salaries and wages responsible for preparing and submitting the information by \$150,000 if information not provided.

Sec. 299. DHS Performance Metrics – NEW

Requires DHS to maintain, on a publically accessible website, a scorecard that identifies, tracks, and updates key metrics. Executive, House, Senate, and Conference include new section.

ADULT AND FAMILY SERVICES

Sec. 404. Centers for Independent Living Pilot Program – NEW

House allocates \$300,000 to centers for independent living providing services in Jackson, Kent, and Midland Counties to pilot guide services to develop accessible, comprehensive, and integrated services for persons with disabilities, also requires pilot guide services to assist persons with disabilities and their families navigate state public assistance. Conference allocates \$1.5 million to implement pilot program statewide.

CHILDREN'S SERVICES

Sec. 506. Medicaid Coverage for Children Under State or Court Supervision – REVISED

Requires DHS to guarantee that a child in foster care who is eligible for Medicaid will not have a break in coverage if they move from one county to another. Executive deletes section. House strikes language and replaces with annual report on number of children in foster care that do not receive Medicaid coverage and number of children in foster care that experience a break in Medicaid coverage during the previous fiscal year. Senate retains current law. Conference concurs with House but revises to only include foster children under DHS supervision.

Sec. 509. Gentle Teaching Pilot – NEW

Senate allocates \$100,000 to enter into a contract for a pilot program for gentle teaching methods to be taught to child protective services trainees; requires report. Conference allocates \$100,000 to enter into a contract for a pilot program for gentle teaching methods; requires report.

Sec. 515. Kent County Privatization Work Group – REVISED

Requires DHS to convene a work group to identify a plan for implementing a pilot program to privatize all foster care and adoption services within Kent County by September 30, 2013. Executive deletes section; House strikes work group and requires implementation by October 1, 2013. Senate strikes work group and requires implementation based on work group findings; requires report. Conference strikes work group and requires implementation by October 1, 2014, based on work group findings.

Sec. 520. Foster Family Group Home Request for Information – NEW

House requires DHS post a request for proposals for foster family group homes by December 31, 2013. Conference requires posting a request for information.

Sec. 522. Campus Coaches Program – NEW

Conference allocates \$750,000 to the campus coaches program for youth transition from foster care who are attending college, requires 100% of funding be used for scholarships.

Sec. 524. Strong Families/Safe Children Spending Plans – NEW

House requires counties to submit strong families/safe children services spending plans by October 1 of the current fiscal year and for DHS to approve the services spending plans within 30 days after the receipt of a properly completed services spending plan. Conference concurs.

Sec. 546. Foster Care Agency Administrative Rates – REVISED

Establishes foster care administrative rate of \$37 for private child placing agencies under contract with DHS; establishes general independent living administrative rate of \$28; reinstates specialized independent living administrative rates provided in FY 2010-11. Executive deletes section; House provides a \$3 foster care administrative rate increase, provided that state law is amended to eliminate the county match rate for the \$3 rate increase. Senate retains current law. Conference concurs with House and requires private providers to submit quarterly expenditure reports, if required by the federal government.

Sec. 547. Guardianship Assistance – NEW

Conference requires DHS to pay a minimum rate for guardianship assistance that is not less than the approved age-appropriate payment rate for youth in family foster care.

Sec. 557. Nonrecurring Adoption Expenses – NEW

House allows DHS to provide reimbursement for nonrecurring adoption expenses in excess of the limit described in section 115/ of the social welfare act. Conference concurs.

Major Boilerplate Changes From FY 2012-13

Sec. 585. Private Agency Staff Training – REVISED

Allows private nationally accredited foster care and adoption agencies to conduct their own staff training provided that training and materials are accredited by DHS; requires DHS to provide access to training materials and post training materials online. Conference strikes current law and replaces with requirement for DHS to make available at least 1 pre-service training class each month for new private foster care and adoption caseworkers.

Sec. 587. In-Home Grant Program – NEW

House requires DHS to allocate \$5 million for counties that develop new or enhanced in-home and community-based juvenile justice services; requires establishment of program requirements by January 1, 2014; requires annual report. Senate allocates \$1.5 million to expand in-home and community-based juvenile justice services; requires annual report. Conference allocates \$1.0 million to expand in-home and community-based juvenile justice services to rural counties; requires annual report.

Sec. 589. Restrictions on Transfer of Foster Care Cases to Private Supervision – REVISED

Prohibits DHS from transferring foster care cases currently under DHS supervision to private agency supervision where the case requires a county contribution for the private agency administrative rate; requires monthly report on the number of foster care cases supervised by private agencies and by DHS. Executive deletes section; House strikes transfer prohibition and replaces with requirement for private agencies to be first contacted to provide case management when a new foster case opens. Senate retains current law. Conference revises to allow DHS to transfer cases that require county contribution for the private agency administrative rate if agreed to by the county.

Sec. 590. Task Force on the Prevention of Sexual Abuse of Children – NEW

Senate allocation \$20,000 to the task force for travel costs and salary costs for DHS staff time coordinating meeting and compiling reports. Conference allocates \$30,000 for travel costs related to task force operations.

PUBLIC ASSISTANCE

Sec. 613. Cremation of Unclaimed Bodies – REVISED

Provides reimbursements for the cremation of indigent persons if a person with the right to control the disposition of the body does not claim the body or refuses to exercise that right. Executive, House, and Conference revise to allow DHS to provide indigent burial services and strikes reference to cremation of unclaimed persons. Senate retains current law.

Sec. 620/621. Energy Self-Sufficiency Program – NEW

Senate establishes requirements of energy self-sufficiency program. Conference concurs.

Sec. 622. Disability Redetermination – NEW

Senate requires DHS to implement a 1-page disability redetermination form no later than November 1, 2013. Conference concurs.

Sec. 669. Annual FIP Clothing Allowance – REVISED

Allocates up to \$2.9 million for children's annual clothing allowance for children in FIP groups that do not include an adult. Conference strikes "up to".

Sec. 686. Caseworker Policy Changes – REVISED

Requires DHS to ensure that individuals presenting out-of-state identification are not enrolled in benefit programs in other states; requires caseworkers to confirm resident addresses in FIP and SDA cases; prohibits individuals with homes worth more than \$500,000 from receiving assistance; requires caseworkers to collect up-to-date phone numbers from Medicaid recipients during eligibility determination and provide this information to DCH. Executive deletes section; House revises property assets from \$500,000 to \$250,000. Senate retains current law. Conference concurs with House.

Sec. 695. Jewish Federation of Metropolitan Detroit – NEW

Conference allocates \$500,000 to the Jewish Federation of Metropolitan Detroit to assist low-income individuals achieve self-sufficiency.

JUVENILE JUSTICE SERVICES

Sec. 709. Child Care Fund Financial Reviews – NEW

Senate requires DHS to audit expenditures claimed by counties in the child care fund, requires report on total improper claims and the county that made those claims. Conference requires DHS to conduct financial reviews of claims made by counties in the child care fund, requires report on number of claims disallowed by county.

Sec. 710. Residential Public School Academy Workgroup – NEW

House requires DHS to convene a workgroup on the feasibility of a public school academy that provides lodging, meals, and other essential wraparound services or at-risk youth; requires report on workgroup findings. Conference concurs.

LOCAL OFFICE SERVICES

Sec. 753. Child Welfare Train-the-Trainer Program – DELETED

Directs DHS to implement a train-the-trainer program for private child welfare agency staff, requires report. Conference strikes current law.