

FY 2008-09 SUPPLEMENTAL APPROPRIATIONS
Department of Human Services
Summary: House Bill 5713
As Reported from Committee



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Budget Area	House		Senate	
	Gross	GF/GP	Gross	GF/GP
Human Services	\$21,558,000	\$13,286,600		

SUMMARY

The bill provides additional funding for private child placing agencies and private residential service providers that provide services to abused/neglected and delinquent youth. Child placing agencies currently receive a daily administrative rate of \$27.00 to cover the costs of their supervision of out-of-home placements of children. The bill increases this rate to \$37.00. Residential services providers receive per diem rates set individually in contracts for their residential services. The bill increases this per diem for each facility by \$7.00. The settlement of the lawsuit brought by the Children's Rights organization against the State of Michigan will impose additional requirements on these entities as well as on the Department of Human Services in terms of added child welfare staff and services

FY 2008-09 Appropriation Items:

HUMAN SERVICES

1. Foster Care Payments - Child Placing Agency Rate Increase

Increases the daily administrative rate paid to child placing agencies that supervise out-of-home placements of children who are state wards under the jurisdiction of the Department of Human Services to \$37.

Gross	\$13,682,800
Federal	3,980,600
Local	2,860,800
GF/GP	\$6,841,400

2. Child Care Fund - Child Placing Agency Rate Increase

Increases the daily administrative rate paid to child placing agencies that supervise out-of-home placements of children who are court wards to \$37. State is responsible for reimbursing counties for 50% of the costs of care for these cases.

Gross	\$3,918,200
GF/GP	\$3,918,200

3. Foster Care Payments - Residential Provider Per Diem Increase

Increases the per diem for residential services providers who provide services for state wards by \$7 per day from their FY 2008 levels.

Gross	\$2,647,800
Federal	628,200
Local	801,800
GF/GP	\$1,217,800

4. Child Care Fund - Residential Provider Per Diem Increase

Increases the per diem for residential services providers who provide services for court wards by \$7 per day from their FY 2008 levels. State is responsible for reimbursing counties for 50% of these costs.

Gross	\$1,309,200
GF/GP	\$1,309,200

FY 2008-09 Boilerplate Items:

Rate Increase for Child Placing Agencies

Provides that child placing agencies shall be paid an administrative rate of at least \$37.00 per day; increases per diem rates of residential service providers by \$7 from their FY 2008 levels; establishes intent that these rate increases be used to comply with Children's Rights settlement agreement and requires a letter from providers to DHS assuring compliance with this usage requirement.

House
Sec. 203

Senate