

**SENATE SUBSTITUTE FOR  
HOUSE BILL NO. 4409**

A bill to amend 1939 PA 280, entitled "The social welfare act," by amending sections 57, 57a, 57b, 57c, 57d, 57e, 57g, 57i, 57l, 57p, 57q, 57r, and 57u (MCL 400.57, 400.57a, 400.57b, 400.57c, 400.57d, 400.57e, 400.57g, 400.57i, 400.57l, 400.57p, 400.57q, 400.57r, and 400.57u), section 57 as amended and section 57p as added by 2006 PA 471, section 57a as amended by 1999 PA 26, section 57b as amended and sections 57q and 57u as added by 2006 PA 468, section 57c as added by 1995 PA 223, sections 57d, 57g, and 57r as amended by 2007 PA 9, section 57e as amended by 2006 PA 469, section 57i as added by 2000 PA 478, and section 57l as added by 1999 PA 17; and to repeal acts and parts of acts.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1           Sec. 57. (1) As used in this section and sections 57a to 57u:

2           (a) "Adult-supervised household" means either of the  
3 following:

4           (i) The place of residence of a parent, stepparent, or legal  
5 guardian of a minor parent.

6           (ii) A living arrangement not described in subparagraph (i) that  
7 the department approves as a family setting that provides care and  
8 control of a minor parent and his or her child and supportive  
9 services including, but not limited to, counseling, guidance, or  
10 supervision.

11           (b) "Caretaker" means an individual who is acting as parent  
12 for a child in the absence or because of the disability of the  
13 child's parent or stepparent and who is the child's legal guardian,  
14 grandparent, great grandparent, great-great grandparent, sibling,  
15 stepsibling, aunt, great aunt, great-great aunt, uncle, great  
16 uncle, great-great uncle, nephew, niece, first cousin, or first  
17 cousin once-removed, a spouse of any person listed above, a parent  
18 of the putative father, or an unrelated individual aged 21 or older  
19 whose appointment as legal guardian of the child is pending.

20           (c) "Child" means an individual who is not emancipated under  
21 1968 PA 293, MCL 722.1 to 722.6, who lives with a parent or  
22 caretaker, and who is either of the following:

23           (i) Under the age of 18.

24           (ii) Age 18 ~~or 19,~~ **AND** a full-time high school student. ~~, and~~  
25 ~~reasonably expected to graduate from high school before the age of~~  
26 ~~20.~~

27           (d) "Family" means 1 or more of the following:

1 (i) A household consisting of a child and either of the  
2 following:

3 (A) A parent or stepparent of the child.

4 (B) A caretaker of the child.

5 (ii) A pregnant woman.

6 (iii) A parent of a child in foster care.

7 (e) "Family independence **PROGRAM** assistance" means financial  
8 assistance provided to a family under the family independence  
9 program.

10 (f) "Family independence **PROGRAM** assistance group" means all  
11 those members of a program group who receive family independence  
12 **PROGRAM** assistance.

13 (g) "Family independence program" means the program of  
14 financial assistance established under section 57a.

15 (h) "Family self-sufficiency plan" means a document described  
16 in section 57e that is executed by a family in return for receiving  
17 family independence **PROGRAM** assistance.

18 (I) **"JET PROGRAM" MEANS THE JOBS, EDUCATION AND TRAINING**  
19 **PROGRAM ADMINISTERED BY THE MICHIGAN ECONOMIC DEVELOPMENT**  
20 **CORPORATION OR A SUCCESSOR ENTITY FOR APPLICANTS AND RECIPIENTS OF**  
21 **FAMILY INDEPENDENCE PROGRAM ASSISTANCE OR A SUCCESSOR PROGRAM.**

22 (J) **"MEDICAL REVIEW TEAM" MEANS THE TEAM COMPOSED OF A**  
23 **DISABILITY EXAMINER AND A PHYSICIAN AS A MEDICAL CONSULTANT WHO**  
24 **CERTIFIES DISABILITY FOR THE PURPOSE OF ELIGIBILITY FOR ASSISTANCE**  
25 **UNDER THIS ACT.**

26 (K) **"NEGATIVE ACTION PERIOD" MEANS THE TIME FRAME A CLIENT IS**  
27 **GIVEN NOTICE FOR A BENEFIT DECREASE OR CLOSURE OF THE FAMILY**

1 **INDEPENDENCE PROGRAM BENEFIT.**

2 (I) ~~(i)~~—"Minor parent" means an individual under the age of 18  
3 who is not emancipated under 1968 PA 293, MCL 722.1 to 722.6, and  
4 who is either the biological parent of a child living in the same  
5 household or a pregnant woman.

6 (M) ~~(j)~~—"Payment standard" means the standard upon which  
7 family independence program **ASSISTANCE** benefits are based. ~~if the~~  
8 ~~family independence assistance group has no net income.~~

9 (N) ~~(k)~~—"Program group" means a family and all those  
10 individuals living with a family whose income and assets are  
11 considered for purposes of determining financial eligibility for  
12 family independence **PROGRAM** assistance.

13 (O) ~~(l)~~—"Recipient" means an individual receiving family  
14 independence **PROGRAM** assistance.

15 (P) ~~(m)~~—"Substance abuse" means that term as defined in  
16 section 6107 of the public health code, 1978 PA 368, MCL 333.6107.

17 (Q) ~~(n)~~—"Substance abuse treatment" means outpatient or  
18 inpatient services or participation in alcoholics anonymous or a  
19 similar program.

20 (R) ~~(o)~~—"Supplemental security income" means the program of  
21 supplemental security income provided under title XVI.

22 ~~—(p) "Work first" means the program of employment and training~~  
23 ~~administered by the department of labor and economic growth for~~  
24 ~~applicants and recipients of family independence assistance.~~

25 (2) A reference in this act to "aid to dependent children" or  
26 "aid to families with dependent children" means "family  
27 independence program assistance".

1           Sec. 57a. (1) The ~~family independence agency~~ **DEPARTMENT** shall  
2 establish and administer the family independence program to provide  
3 assistance to families who are making efforts to achieve  
4 independence.

5           (2) The ~~family independence agency~~ **DEPARTMENT** shall administer  
6 the family independence program to accomplish all of the following:

7           (a) Provide financial support to eligible families while they  
8 pursue self-improvement activities and engage in efforts to become  
9 financially independent.

10           (b) Ensure that recipients who are minor parents live in  
11 adult-supervised households in order to reduce long-term dependency  
12 on financial assistance.

13           (c) Assist families in determining and overcoming the barriers  
14 preventing them from achieving financial independence.

15           (d) Ensure that families pursue other sources of support  
16 available to them.

17           (3) The ~~family independence agency~~ **DEPARTMENT** shall establish  
18 income and asset levels for eligibility, types of income and assets  
19 to be considered in making eligibility determinations, payment  
20 standards, composition of the program group and the family  
21 independence **PROGRAM** assistance group, program budgeting and  
22 accounting methods, and client reporting requirements to meet the  
23 following goals:

24           (a) Efficient, fair, cost-effective administration of the  
25 family independence program.

26           (b) Provision of family independence **PROGRAM** assistance to  
27 families willing to work toward eventual self-sufficiency.

1 ~~—— (4) Not later than October 1, 2001, the family independence~~  
2 ~~agency shall implement an automated finger imaging system designed~~  
3 ~~to prevent an individual from receiving cash assistance, food~~  
4 ~~stamps, or both under more than 1 name. Beginning at the effective~~  
5 ~~date of the establishment and implementation of the finger imaging~~  
6 ~~system, an individual applying for cash assistance, food stamps, or~~  
7 ~~both must provide the family independence agency with an automated~~  
8 ~~finger image or images as a condition of eligibility. Finger~~  
9 ~~imaging obtained pursuant to this subsection shall be used only for~~  
10 ~~the purposes of reducing fraud in obtaining public benefits or~~  
11 ~~assistance under this act.~~

12 ~~—— (5) The family independence agency shall establish the~~  
13 ~~automated finger image system that, at a minimum, includes the~~  
14 ~~following:~~

15 ~~—— (a) Confidentiality of the automated finger image records~~  
16 ~~taken pursuant to this section.~~

17 ~~—— (b) A system for administrative appeal of a matter relating to~~  
18 ~~the taking or verification of an individual's automated finger~~  
19 ~~image.~~

20 ~~—— (c) A requirement to exempt children from providing the~~  
21 ~~automated finger image unless there is a reasonable suspicion that~~  
22 ~~the family group is committing fraud. For the purpose of this~~  
23 ~~subdivision, "family group" means a family and all those~~  
24 ~~individuals living with a family who apply for or receive cash~~  
25 ~~assistance, food stamps, or both.~~

26 ~~—— (d) A requirement to exempt individuals from whom the~~  
27 ~~automated finger image technology is unable to obtain an accurate~~

1 ~~finger image.~~

2 ~~—— (e) A requirement to exempt patients placed in nursing homes~~  
3 ~~from providing the automated finger image.~~

4 ~~—— (f) In addition to the population groups named in subdivisions~~  
5 ~~(c), (d), and (e), authority to exempt certain other population~~  
6 ~~groups from providing the automated finger image including, but not~~  
7 ~~limited to, homebound recipients.~~

8 ~~—— (6) The family independence agency shall remove an~~  
9 ~~individual's finger image from the department's file if the~~  
10 ~~individual has not received benefits or assistance from the family~~  
11 ~~independence agency within the previous 12 months.~~

12 ~~—— (7) The family independence agency may negotiate and enter~~  
13 ~~into a compact or reciprocal agreement with another state~~  
14 ~~department, the federal government, an agency of the federal~~  
15 ~~government, or an agency of another state for the purpose of~~  
16 ~~implementing and administering the finger imaging provisions of~~  
17 ~~this section as long as the compact or reciprocal agreement is not~~  
18 ~~inconsistent with the limitations of use and access contained in~~  
19 ~~subsection (4).~~

20 ~~—— (8) The family independence agency shall conduct semi-annual~~  
21 ~~security reviews to monitor the automated finger imaging system to~~  
22 ~~insure that all of the following occur:~~

23 ~~—— (a) All records maintained as part of the system are accurate~~  
24 ~~and complete.~~

25 ~~—— (b) Effective software and hardware designs have been~~  
26 ~~instituted with security features to prevent unauthorized access to~~  
27 ~~records.~~

1 ~~—— (c) Access to record information is restricted to authorized~~  
2 ~~personnel.~~

3 ~~—— (d) System and operational programs are used that will~~  
4 ~~prohibit inquiry, record updates, or destruction of records from a~~  
5 ~~terminal other than automated finger imaging system terminals that~~  
6 ~~are designated to permit inquiry, record updates, or destruction of~~  
7 ~~records.~~

8 ~~—— (e) System and operational programs are used to detect and~~  
9 ~~report all unauthorized attempts to penetrate an automated finger~~  
10 ~~imaging system, program, or file.~~

11 ~~—— (9) Beginning December 31 of the first year the automated~~  
12 ~~finger imaging system has been fully implemented, the family~~  
13 ~~independence agency shall compile and report annually to the senate~~  
14 ~~and house committees having jurisdiction over family independence~~  
15 ~~agency matters the following information concerning the operation~~  
16 ~~of the automated finger imaging system:~~

17 ~~—— (a) An analysis of the costs and savings of the system~~  
18 ~~including, but not limited to, administrative costs, operation~~  
19 ~~costs, and actual savings due to confirmed fraud and fraud~~  
20 ~~deterrence.~~

21 ~~—— (b) The number of individuals who have applied for assistance~~  
22 ~~under more than 1 name.~~

23 ~~—— (c) The number of individuals refusing to provide a finger~~  
24 ~~image and the reasons for the refusal.~~

25 ~~—— (d) A detailed summary of the results of reviews required by~~  
26 ~~subsection (8).~~

27 ~~—— (10) Except as necessary to carry out a compact or agreement~~

1 ~~under subsection (7) or unless otherwise required by law, the~~  
2 ~~family independence agency shall not sell, transfer, or release~~  
3 ~~information identifying an individual named in the automated finger~~  
4 ~~imaging system record to a third person, including, but not limited~~  
5 ~~to, another state department or agency.~~

6 ~~—— (11) A person shall not disclose information from the~~  
7 ~~automated finger imaging system record in a manner that is not~~  
8 ~~authorized by law or rule. A violation of this subsection is a~~  
9 ~~misdemeanor punishable by imprisonment for not more than 93 days or~~  
10 ~~a fine of not more than \$500.00, or both.~~

11 ~~—— (12) At the time an individual applies for cash assistance,~~  
12 ~~food stamps, or both, the family independence agency shall inform~~  
13 ~~the individual of all of the following:~~

14 ~~—— (a) The requirement to allow the department to take a finger~~  
15 ~~image from the individual.~~

16 ~~—— (b) The fact that the finger image may be compared to the~~  
17 ~~finger images of other benefit recipients to prevent duplicate~~  
18 ~~participation.~~

19 ~~—— (c) The fact that the department is prohibited by law from~~  
20 ~~using the finger image for a different purpose.~~

21 Sec. 57b. (1) ~~Subject to section 57l, an~~ **AN** individual who  
22 meets all of the following requirements is eligible for family  
23 independence **PROGRAM** assistance:

24 (a) Is a member of a family or a family independence **PROGRAM**  
25 assistance group.

26 (b) Is a member of a program group whose income and assets are  
27 less than the income and asset limits set by the department.

1 (c) In the case of a minor parent, meets the requirements of  
2 subsection (2).

3 (d) Is a United States citizen, a permanent resident alien, or  
4 a refugee. **IF THE APPLICANT INDICATES THAT HE OR SHE IS NOT A**  
5 **UNITED STATES CITIZEN, THE DEPARTMENT SHALL VERIFY THE APPLICANT'S**  
6 **IMMIGRATION STATUS USING THE FEDERAL SYSTEMATIC ALIEN VERIFICATION**  
7 **FOR ENTITLEMENTS (SAVE) PROGRAM.**

8 (e) Is a resident of this state as described in section 32.

9 (f) Meets any other eligibility criterion required for the  
10 receipt of federal or state funds or determined by the department  
11 to be necessary for the accomplishment of the goals of the family  
12 independence program.

13 (2) A minor parent and the minor parent's child shall not  
14 receive family independence **PROGRAM** assistance unless they live in  
15 an adult-supervised household. The family independence **PROGRAM**  
16 assistance shall be paid on behalf of the minor parent and child to  
17 an adult in the adult-supervised household. Child care in  
18 conjunction with participation in education, employment readiness,  
19 training, or employment programs, ~~which~~**THAT** have been approved by  
20 the department, shall be provided for the minor parent's child. The  
21 minor parent and child shall live with the minor parent's parent,  
22 stepparent, or legal guardian unless the department determines that  
23 there is good cause for not requiring the minor parent and child to  
24 live with a parent, stepparent, or legal guardian. The department  
25 shall determine the circumstances that constitute good cause, based  
26 on a parent's, stepparent's, or guardian's unavailability or  
27 unwillingness or based on a reasonable belief that there is

1 physical, sexual, or substance abuse, or domestic violence,  
2 occurring in the household, or that there is other risk to the  
3 physical or emotional health or safety of the minor parent or  
4 child. If the department determines that there is good cause for  
5 not requiring a minor parent to live with a parent, stepparent, or  
6 legal guardian, the minor parent and child shall live in another  
7 adult-supervised household. A local office director may waive the  
8 requirement set forth in this subsection with respect to a minor  
9 parent who is at least 17 years of age, attending secondary school  
10 full-time, and participating in a department service plan or a teen  
11 parenting program, if moving would require the minor parent to  
12 change schools.

13 (3) ~~Beginning December 31, 2006, if~~ **IF** a recipient who is  
14 otherwise eligible for family independence **PROGRAM** assistance under  
15 this section is currently applying for supplemental security income  
16 and seeking exemption from the ~~work first~~ **JET** program, the  
17 recipient shall be evaluated and assessed as provided in this  
18 section before a family self-sufficiency plan is developed under  
19 section 57e. Based on a report resulting from the evaluation and  
20 assessment, the caseworker shall make a determination and referral  
21 as follows:

22 (a) A determination that the recipient is eligible to  
23 participate in ~~work first~~ **THE JET PROGRAM** and a referral to the  
24 ~~work first~~ **JET** program.

25 (b) A determination that the recipient is exempt from ~~work~~  
26 ~~first~~ **JET PROGRAM** participation under section 57f and a referral to  
27 a sheltered work environment or subsidized employment.

1 (c) A determination that the recipient is exempt from ~~work~~  
2 ~~first~~ **JET PROGRAM** participation under section 57f and a referral ~~to~~  
3 ~~a legal services organization~~ for supplemental security income  
4 advocacy.

5 (4) The department may contract with a legal services  
6 organization to assist recipients with the process for applying for  
7 supplemental security income. The department may also contract with  
8 a nonprofit rehabilitation organization to perform the evaluation  
9 and assessment described under subsection (3). If the department  
10 contracts with either a nonprofit legal or rehabilitation services  
11 organization, uniform contracts shall be used statewide that  
12 include, but are not limited to, uniform rates and performance  
13 measures.

14 (5) The auditor general shall conduct an annual audit of the  
15 evaluation and assessment process required under this section and  
16 submit a report of his or her findings to the legislature.

17 Sec. 57c. If a minor parent applies for family independence  
18 **PROGRAM** assistance, the ~~family independence agency~~ **DEPARTMENT** shall  
19 do all of the following:

20 (a) Inform the minor parent of the eligibility requirements of  
21 section 57b(2) and the circumstances under which there is good  
22 cause for permitting the minor parent to live in an adult-  
23 supervised household other than the home of his or her parent or  
24 legal guardian.

25 (b) Complete a home visit ~~and~~ **OR** other appropriate  
26 investigation before requiring a minor parent to live with his or  
27 her parent, stepparent, or legal guardian.

1 (c) If applicable, assist the minor parent to find an adult-  
2 supervised household in which to live.

3 (D) **INFORM THE MINOR PARENT OF THE REQUIREMENT TO ATTEND**  
4 **SCHOOL FULL-TIME.**

5 Sec. 57d. (1) The department and the ~~department of labor and~~  
6 ~~economic growth~~ **MICHIGAN ECONOMIC DEVELOPMENT CORPORATION OR A**  
7 **SUCCESSOR ENTITY** shall conduct weekly orientation sessions for  
8 family independence **PROGRAM** assistance applicants. After the  
9 department makes an initial determination that an adult or a child  
10 aged 16 or older who is not attending elementary or secondary  
11 school full-time may be eligible for family independence **PROGRAM**  
12 assistance and is not exempt from ~~work first~~ **JET PROGRAM**  
13 participation under section 57f, that individual shall participate  
14 in assigned work-related activities. The individual, the  
15 department, and a ~~work first~~ **JET PROGRAM** representative shall  
16 develop the family's family self-sufficiency plan in accordance  
17 with section 57e.

18 (2) If an applicant who is not exempt from ~~work first~~ **JET**  
19 **PROGRAM** participation under section 57f fails to cooperate with  
20 ~~work first~~ **THE JET PROGRAM** or other required employment and  
21 training activities, the family is ineligible for family  
22 independence **PROGRAM** assistance.

23 ~~— (3) The department shall impose penalties under section 57g if~~  
24 ~~a recipient fails to comply with any of the following:~~

25 ~~— (a) Work first activities.~~

26 ~~— (b) Employment and training activities.~~

27 ~~— (c) Child support requirements.~~

1           (3) ~~(4)~~—The department shall impose penalties under section  
2 57g if the individual fails to comply with the individual's family  
3 self-sufficiency ~~plan's requirements~~ **PLAN**.

4           (4) ~~(5)~~—If the individual is complying with the family self-  
5 sufficiency plan, the department, a ~~work first~~ **JET PROGRAM**  
6 representative, and the recipient ~~shall~~ **MAY** revise the family self-  
7 sufficiency plan if necessary and the family independence **PROGRAM**  
8 assistance group shall continue to receive family independence  
9 **PROGRAM** assistance so long as the recipients meet family  
10 independence **PROGRAM** assistance ~~program~~ requirements.

11           (5) ~~(6)~~—The department shall reassess the recipient's  
12 eligibility for family independence **PROGRAM** assistance ~~not later~~  
13 ~~than 24~~ **EVERY 12** months after the date the application for family  
14 independence **PROGRAM** assistance was approved. At the time of a  
15 reassessment under this subsection, the recipient shall meet with  
16 his or her ~~department caseworker and work first~~ **JET** program  
17 ~~caseworker~~ **REPRESENTATIVE** and redevelop the family self-sufficiency  
18 plan.

19           Sec. 57e. (1) Each family receiving family independence  
20 **PROGRAM** assistance shall execute a family self-sufficiency plan  
21 outlining the responsibilities of members of the family  
22 independence program assistance group, the contractual nature of  
23 family independence program assistance, and the focus on the goal  
24 of attaining self-sufficiency. The family self-sufficiency plan  
25 shall be developed by the department and the adult family members  
26 of the family independence **PROGRAM** assistance ~~program~~ group with  
27 the details of ~~work first~~ **JET PROGRAM** participation to be included

1 in the family self-sufficiency plan being developed by the  
2 department, the ~~department of labor and economic growth~~ **MICHIGAN**  
3 **ECONOMIC DEVELOPMENT CORPORATION OR A SUCCESSOR ENTITY**, and the  
4 adult family members of the family independence **PROGRAM** assistance  
5 ~~program~~ group. Except as described in section 57b, the department  
6 shall complete a thorough assessment to facilitate development of  
7 the family self-sufficiency plan, including consideration of  
8 referral to a life skills program, and determination as to whether  
9 the family independence **PROGRAM** assistance ~~program~~ group's adult  
10 members are eligible to participate in the ~~work first~~ **JET** program  
11 or are exempt from ~~work first~~ **JET PROGRAM** participation under  
12 section 57f. The family self-sufficiency plan shall identify  
13 compliance goals that are to be met by members of the family  
14 independence **PROGRAM** assistance ~~program~~ group and goals and  
15 responsibilities of the members of the family independence **PROGRAM**  
16 assistance ~~program~~ group, the department, and the ~~work first~~ **JET**  
17 program. The family self-sufficiency plan shall reflect the  
18 individual needs and abilities of the particular family, and shall  
19 include at least all of the following:

20 (a) The obligation of each adult and each child aged 16 or  
21 older who is not attending elementary or secondary school full-time  
22 to participate in the ~~work first~~ **JET** program unless exempt under  
23 section 57f.

24 (b) The obligation of each minor parent who has not completed  
25 secondary school to attend school.

26 (c) Except as provided in section 57f(3) **AND (4)**, the  
27 obligation of each adult to engage in employment, ~~work first~~ **JET**

1 **PROGRAM** activities, education or training, community service  
2 activities, or self-improvement activities, as determined  
3 appropriate by the department.

4 (d) The obligation to cooperate in the establishment of  
5 paternity and **TO ASSIGN CHILD AND SPOUSAL SUPPORT TO THE DEPARTMENT**  
6 **AS REQUIRED BY FEDERAL LAW AND TO COOPERATE IN** the procurement of  
7 child support, if applicable.

8 (e) The obligation of a recipient who fails to comply with  
9 compliance goals due to substance abuse to participate in substance  
10 abuse treatment and submit to any periodic drug testing required by  
11 the treatment program.

12 (f) If the recipient is determined to be eligible to  
13 participate in the ~~work-first~~ **JET** program, the obligation that the  
14 requirements of the family self-sufficiency plan must, at a  
15 minimum, meet federal guidelines for work participation. Exceptions  
16 may be granted if it is determined that the recipient or a family  
17 member in the recipient's household has a disability that needs  
18 reasonable accommodation as required by section 504 of title V of  
19 the rehabilitation act of 1973, 29 USC 794, subtitle A of title II  
20 of the Americans with disabilities act of 1990, 42 USC 12131 to  
21 12134, or another identified barrier that interferes with the  
22 recipient's ability to participate in required activities.  
23 Reasonable accommodation must be made to adjust the number of  
24 required hours or the types of activities required to take the  
25 identified limitations into account.

26 (g) The obligation that the recipient must enroll in a GED  
27 preparation program, a high school completion program, or a

1 literacy training program, if the department determines the  
2 resources are available and the assessment and plan demonstrate  
3 that these issues present a barrier to the recipient meeting the  
4 requirements in his or her family self-sufficiency plan. This basic  
5 educational skills training shall be combined with other  
6 occupational skills training, whenever possible, to assure that it  
7 can be counted toward federal work participation requirements.

8 **(H) NOTIFICATION TO THE RECIPIENT OF THE 48-MONTH LIFETIME**  
9 **CUMULATIVE TOTAL FOR COLLECTING FAMILY INDEPENDENCE PROGRAM**  
10 **ASSISTANCE.**

11 **(I) A PROHIBITION ON USING FAMILY INDEPENDENCE PROGRAM**  
12 **ASSISTANCE TO PURCHASE LOTTERY TICKETS, ALCOHOL, OR TOBACCO, FOR**  
13 **GAMBLING, OR FOR ILLEGAL ACTIVITIES OR ANY OTHER NONESSENTIAL**  
14 **ITEMS.**

15 **(J) INFORMATION REGARDING SANCTIONS THAT SHALL BE IMPOSED**  
16 **UNDER SECTION 57G FOR NONCOMPLIANCE.**

17 **(K) ~~(h)~~** Any other obligation the department determines is  
18 necessary to enable the family to achieve independence.

19 (2) The department shall monitor each family's compliance with  
20 the family self-sufficiency plan.

21 ~~Sec. 57g. (1) The department shall develop a system of~~  
22 ~~penalties to be imposed if a recipient fails to comply with~~  
23 ~~applicable rules or the provisions of this section. Penalties may~~  
24 ~~be cumulative and may include reduction of the grant, removal of an~~  
25 ~~individual from the family independence assistance group, and~~  
26 ~~termination of assistance to the family.~~

27 ~~—— (2) A penalty shall not be imposed if the recipient has~~

1 ~~demonstrated that there was good cause for failing to comply. The~~  
2 ~~department shall determine the circumstances that constitute good~~  
3 ~~cause based on factors that are beyond the control of a recipient.~~

4 ~~—— (3) Recipients who are willing to participate in activities~~  
5 ~~leading to self-sufficiency but who require child care or~~  
6 ~~transportation in order to participate shall not be penalized if~~  
7 ~~the department determines that child care or transportation is not~~  
8 ~~reasonably available or provided to them.~~

9 ~~—— (4) The system of penalties developed under subsection (1)~~  
10 ~~shall include both of the following:~~

11 ~~—— (a) Family independence program benefits shall be terminated~~  
12 ~~if a recipient fails, without good cause, to comply with applicable~~  
13 ~~child support requirements including efforts to establish paternity~~  
14 ~~and obtain child support. The assistance group is ineligible for~~  
15 ~~family independence program assistance for not less than 1 calendar~~  
16 ~~month. After assistance has been terminated for not less than 1~~  
17 ~~calendar month, assistance may be restored if the noncompliant~~  
18 ~~recipient complies with child support requirements including the~~  
19 ~~action to establish paternity and obtain child support.~~

20 ~~—— (b) If good cause is not determined to exist, assistance shall~~  
21 ~~be terminated. After termination, the assistance group is~~  
22 ~~ineligible for family independence program assistance for not less~~  
23 ~~than 1 calendar month.~~

24 ~~—— (5) For the purposes of subsections (1) to (8),~~  
25 ~~"noncompliance" means 1 or more of the following:~~

26 ~~—— (a) A recipient quits a job.~~

27 ~~—— (b) A recipient is fired for misconduct or for absenteeism~~

1 ~~without good cause.~~

2 ~~—— (c) A recipient voluntarily reduces the hours of employment or~~  
3 ~~otherwise reduces earnings.~~

4 ~~—— (d) A recipient does not participate in work first activities.~~

5 ~~—— (6) If a recipient does not meet the recipient's individual~~  
6 ~~social contract requirements, the department may impose a penalty.~~

7 ~~—— (7) After termination for noncompliance, the assistance group~~  
8 ~~is ineligible for family independence program assistance for not~~  
9 ~~less than 1 calendar month. After assistance has been terminated~~  
10 ~~for not less than 1 calendar month, family independence program~~  
11 ~~assistance may be approved if the recipient completes a willingness~~  
12 ~~to comply test. For purposes of this section, "willingness to~~  
13 ~~comply" means participating in work first or other self sufficiency~~  
14 ~~activities for up to 40 hours within 10 working days. At the time~~  
15 ~~any penalty is imposed under this section, the department shall~~  
16 ~~provide the recipient written notice of his or her option to~~  
17 ~~immediately reapply for family independence program benefits and~~  
18 ~~that he or she may complete a "willingness to comply test" during~~  
19 ~~the penalty period.~~

20 ~~—— (8) The department shall submit a report for the period~~  
21 ~~between February 1, 2002 and December 31, 2002 to the legislature,~~  
22 ~~the house and senate fiscal agencies, and the appropriate house and~~  
23 ~~senate standing committees that handle family and children's~~  
24 ~~issues, that contains all of the following information for that~~  
25 ~~time period:~~

26 ~~—— (a) The number of sanctions imposed and reapplications made.~~

27 ~~—— (b) The number of family independence program cases reopened.~~

1 ~~—— (c) The number of referrals to emergency shelters by the~~  
 2 ~~department.~~

3 ~~—— (d) The number of sanctions imposed on families with at least~~  
 4 ~~1 disabled parent.~~

5 ~~—— (e) The number of sanctions imposed on families with disabled~~  
 6 ~~children.~~

7 ~~—— (9) Subsections (1) to (8) do not apply after March 31, 2007.~~  
 8 ~~Subsections (10) to (15) apply beginning April 1, 2007.~~

9 (1) ~~(10) Beginning April 1, 2007, EXCEPT AS PROVIDED IN~~  
 10 **SUBSECTION (5)**, if a recipient does not meet his or her individual  
 11 family self-sufficiency plan requirements and is therefore  
 12 noncompliant, the department shall impose the penalties described  
 13 under this section. The department shall implement a schedule of  
 14 penalties for instances of noncompliance as described in this  
 15 subsection. The penalties shall be as follows:

16 (a) For the first instance of noncompliance, the family is  
 17 ineligible to receive family independence program assistance for  
 18 not less than 3 calendar months.

19 (b) For the second instance of noncompliance, the family is  
 20 ineligible to receive family independence program assistance for  
 21 not less than ~~3~~6 calendar months.

22 (c) For the third instance of noncompliance, the family is  
 23 **PERMANENTLY** ineligible to receive family independence program  
 24 assistance. ~~for 12 calendar months.~~

25 (2) ~~(11) For the purposes of subsections (10) to (16)~~ **(1) TO**  
 26 **(4)**, "noncompliance" means 1 or more of the following:

27 (a) A recipient quits a job.

1 (b) A recipient is fired for misconduct or absenteeism.

2 (C) A RECIPIENT VOLUNTARILY REDUCES EMPLOYMENT HOURS OR  
3 EARNINGS.

4 (D) A RECIPIENT REFUSES A BONA FIDE OFFER OF EMPLOYMENT OR  
5 ADDITIONAL HOURS UP TO 40 HOURS PER WEEK.

6 (E) ~~(e)~~—A recipient does not participate in ~~work-first-JET~~  
7 PROGRAM activities.

8 (F) ~~(d)~~—A recipient is noncompliant with his or her family  
9 self-sufficiency plan.

10 (G) A RECIPIENT STATES ORALLY OR IN WRITING HIS OR HER INTENT  
11 NOT TO COMPLY WITH FAMILY INDEPENDENCE PROGRAM OR JET PROGRAM  
12 REQUIREMENTS.

13 (H) A RECIPIENT REFUSES EMPLOYMENT SUPPORT SERVICES IF THE  
14 REFUSAL PREVENTS PARTICIPATION IN AN EMPLOYMENT OR SELF-SUFFICIENCY  
15 RELATED ACTIVITY.

16 (3) ~~(12)~~—For any instance of noncompliance, the recipient  
17 shall receive NOTICE OF THE NONCOMPLIANCE. THE RECIPIENT SHALL HAVE  
18 not less than ~~12 days' notice~~ A 12-DAY NEGATIVE ACTION PERIOD  
19 before the penalties prescribed in this section are imposed. If the  
20 recipient demonstrates good cause for the noncompliance during this  
21 period and if the family independence specialist caseworker and the  
22 ~~work-first-JET~~ program caseworker agree that good cause exists for  
23 the recipient's noncompliance, a penalty shall not be imposed. For  
24 the purpose of this subsection, good cause is 1 or more of the  
25 following:

26 (a) The recipient suffers from a temporary debilitating  
27 illness or injury or an immediate family member has a debilitating

1 illness or injury and the recipient is needed in the home to care  
2 for the family member.

3 (b) The recipient lacks child care as described in section  
4 407(e)(2) of the personal responsibility and work opportunity  
5 reconciliation act of 1996, Public Law 104-193, 42 USC 607(e)(2).

6 (c) Either employment or training commuting time is more than  
7 2 hours per day or is more than 3 hours per day when there are  
8 unique and compelling circumstances, such as a salary at least  
9 twice the applicable minimum wage or the job is the only available  
10 job placement within a 3-hour commute per day, not including the  
11 time necessary to transport a child to child care facilities.

12 (d) Transportation is not available to the recipient at a  
13 reasonable cost.

14 (e) The employment or participation involves illegal  
15 activities.

16 (f) The recipient is physically or mentally unfit to perform  
17 the job, as documented by medical evidence or by reliable  
18 information from other sources.

19 (g) The recipient is illegally discriminated against on the  
20 basis of age, race, disability, gender, color, national origin, or  
21 religious beliefs.

22 (h) Credible information or evidence establishes 1 or more  
23 unplanned or unexpected events or factors that reasonably could be  
24 expected to prevent, or significantly interfere with, the  
25 recipient's compliance with employment and training requirements.

26 (i) The recipient quit employment to obtain comparable  
27 employment.

1           (4) ~~(13)~~ For all instances of noncompliance resulting in  
2 termination of family independence **PROGRAM** assistance for any  
3 period of time described in subsection ~~(10)~~ **(1)**, the period of time  
4 the recipient is ineligible to receive family independence program  
5 assistance applies toward the recipient's 48-month cumulative  
6 lifetime total.

7           ~~(14) Beginning April 1, 2007, for the first instance that a~~  
8 ~~family independence specialist caseworker determines a recipient to~~  
9 ~~be noncompliant, all of the following shall occur:~~

10           ~~(a) The department shall notify the recipient in writing~~  
11 ~~within 3 business days of determining that the recipient is~~  
12 ~~noncompliant. The notification shall include all of the following:~~

13           ~~(i) The reason the recipient has been determined to be~~  
14 ~~noncompliant.~~

15           ~~(ii) The penalty that will be imposed for the noncompliance.~~

16           ~~(iii) An opportunity for the recipient to meet in person with~~  
17 ~~the family independence specialist caseworker within 10 business~~  
18 ~~days of the determination that the recipient is noncompliant.~~

19           ~~(b) If the recipient meets with a family independence~~  
20 ~~specialist caseworker within 10 business days, the family~~  
21 ~~independence specialist caseworker and the recipient shall review~~  
22 ~~and modify the family self sufficiency plan as determined necessary~~  
23 ~~by the family independence specialist caseworker. The family~~  
24 ~~independence specialist caseworker shall discuss and provide an~~  
25 ~~official warning regarding penalties that shall be imposed if the~~  
26 ~~recipient continues to be noncompliant. The family independence~~  
27 ~~specialist caseworker shall inform the recipient that he or she~~

1 ~~must verify compliance with his or her family self sufficiency plan~~  
2 ~~within 10 business days.~~

3 ~~—— (c) If the recipient fails to meet with the family~~  
4 ~~independence specialist caseworker within 10 business days of the~~  
5 ~~determination that the recipient is noncompliant, the recipient is~~  
6 ~~subject to the provisions of subsection (10)(a).~~

7 ~~—— (d) If the recipient fails to verify compliance under~~  
8 ~~subdivision (b), the recipient is subject to the provisions of~~  
9 ~~subsection (10)(a).~~

10 ~~—— (15) The meeting described in subsection (14) is only~~  
11 ~~available for the first time a family independence specialist~~  
12 ~~caseworker determines the recipient to be noncompliant regardless~~  
13 ~~of whether that recipient becomes subject to the provisions of~~  
14 ~~subsection (10)(a).~~

15 (5) ~~(16)~~ Family independence program **ASSISTANCE** benefits shall  
16 be terminated if a recipient fails, without good cause, to comply  
17 with applicable child support requirements including efforts to  
18 establish paternity, and **ASSIGN OR** obtain child support. The **FAMILY**  
19 **INDEPENDENCE PROGRAM** assistance group is ineligible for family  
20 independence program assistance for not less than 1 calendar month.  
21 After **FAMILY INDEPENDENCE PROGRAM** assistance has been terminated  
22 for not less than 1 calendar month, **FAMILY INDEPENDENCE PROGRAM**  
23 assistance may be restored if the noncompliant recipient complies  
24 with child support requirements including the action to establish  
25 paternity and obtain child support.

26 ~~—— (17) This section does not apply after September 30, 2011.~~

27 (6) **THE DEPARTMENT MAY PROMULGATE RULES IN ACCORDANCE WITH THE**

1 ADMINISTRATIVE PROCEDURES ACT OF 1969, 1969 PA 306, MCL 24.201 TO  
2 24.328, IDENTIFYING OTHER REASONS FOR GOOD CAUSE UNDER THIS  
3 SECTION. ANY RULE PROMULGATED UNDER THIS SUBSECTION SHALL NOT APPLY  
4 1 YEAR AFTER THE EFFECTIVE DATE OF THE AMENDATORY ACT THAT ADDED  
5 THIS SUBSECTION.

6 Sec. 57i. (1) If a landlord or provider of housing  
7 participates in the ~~family independence agency~~ DEPARTMENT rent  
8 vendoring program, the landlord shall certify that the dwelling  
9 unit being provided meets all of the following requirements:

10 (a) The dwelling unit does not have a condition that would  
11 facilitate the spread of a communicable disease. As used in this  
12 subdivision, "communicable disease" means that term as defined in  
13 section 5101 of the public health code, 1978 PA 368, MCL 333.5101.

14 (b) The dwelling unit is fit for human habitation.

15 (c) The dwelling unit is not dangerous to life or health due  
16 to lack of repair of, a defect in, or the construction of a  
17 drainage source or device, plumbing, lighting, ventilation, or a  
18 heating source or device.

19 (2) If the ~~family independence agency~~ DEPARTMENT is notified  
20 by an enforcing agency that a landlord or provider of housing has a  
21 violation of a housing code that constitutes a hazard to the health  
22 or safety of the occupants, the ~~family independence agency~~  
23 DEPARTMENT shall terminate that landlord's or provider's  
24 participation in the rent vendoring program for the dwelling unit  
25 until the violation is corrected.

26 (3) A landlord or provider of housing shall not evict an  
27 occupant from a dwelling unit based solely on termination of the

1 landlord's or provider's participation in the rent vending  
2 program due to action taken by the ~~family independence agency~~  
3 **DEPARTMENT** under subsection (2) **OR SUBSECTION (4)**. An occupant who  
4 is evicted in violation of this subsection may bring an action in  
5 any court having jurisdiction to recover treble damages, costs of  
6 the action, and reasonable attorney fees.

7 (4) IF THE DEPARTMENT IS NOTIFIED THAT A LANDLORD OR PROVIDER  
8 OF HOUSING IS DELINQUENT ON PAYMENT OF PROPERTY TAXES OR IF THE  
9 TITLE OF THE PROPERTY REVERTS TO THE STATE FOR NONPAYMENT OF  
10 PROPERTY TAXES, THE DEPARTMENT SHALL TERMINATE THAT LANDLORD'S OR  
11 PROVIDER OF HOUSING'S PARTICIPATION IN THE RENT VENDORING PROGRAM  
12 FOR THAT PROPERTY.

13 Sec. 57l. ~~(1) Subject to subsection (2), the family~~  
14 ~~independence agency may require substance abuse testing as a~~  
15 ~~condition for family independence assistance eligibility under this~~  
16 ~~act.~~

17 ~~—— (2) The family independence agency shall implement a pilot~~  
18 ~~program of substance abuse testing as a condition for family~~  
19 ~~independence assistance eligibility in at least 3 counties,~~  
20 ~~including random substance abuse testing. It is the intent of the~~  
21 ~~legislature that a statewide program of substance abuse testing of~~  
22 ~~family independence assistance recipients, including random~~  
23 ~~substance abuse testing, be implemented before April 1, 2003.~~  
24 ~~However, statewide implementation of the substance abuse testing~~  
25 ~~program shall not begin until all of the following have been~~  
26 ~~completed.~~

27 ~~—— (a) The pilot programs have first been evaluated by the~~

1 ~~department and the evaluation has been submitted to the~~  
2 ~~legislature.~~

3 ~~—— (b) The evaluation under subdivision (a) includes at least the~~  
4 ~~factors enumerated in subsection (5)(a) through (d) as well as an~~  
5 ~~analysis of the pilot program.~~

6 ~~—— (c) Six months have passed since the evaluation required in~~  
7 ~~subdivision (a) has been submitted to the legislature.~~

8 ~~—— (3) An individual described in section 57b shall not be~~  
9 ~~considered to have tested positive for substance abuse until the~~  
10 ~~sample has been retested to rule out a false positive by gas~~  
11 ~~chromatography with mass spectrometry, gas chromatography, high~~  
12 ~~performance liquid chromatography, or an equally, or more, specific~~  
13 ~~test using the same sample obtained for the original test.~~

14 ~~An individual described in section 57b who tests positive for~~  
15 ~~substance abuse under this section shall agree to and participate~~  
16 ~~in substance abuse assessment and comply with a required substance~~  
17 ~~abuse treatment plan. Failure to comply with a substance abuse~~  
18 ~~assessment or treatment plan shall be penalized in the same manner~~  
19 ~~as a work first program violation imposed under section 57d or 57g.~~

20 ~~An individual is exempt from substance abuse testing authorized by~~  
21 ~~this section if the individual is participating in a substance~~  
22 ~~abuse rehabilitation program that the individual was ordered to~~  
23 ~~participate in by a circuit court that has established procedures~~  
24 ~~to expedite the closing of criminal cases involving a crime~~  
25 ~~established under part 74 of the public health code, 1978 PA 368,~~  
26 ~~MCL 333.7401 to 333.7461.~~

27 ~~—— (4) Before implementing substance abuse testing under this~~

~~1 section, the family independence agency shall notify the senate and  
2 house of representatives standing committees having jurisdiction  
3 over this act and the senate and house of representatives  
4 appropriations subcommittees having jurisdiction over the family  
5 independence agency budget of the planned implementation.~~

~~6 — (5) If the family independence agency implements substance  
7 abuse testing as authorized and required by this section, the  
8 family independence agency shall submit an annual report on the  
9 testing program to the senate and house of representatives standing  
10 committees having jurisdiction over this act and the senate and  
11 house of representatives appropriations subcommittees having  
12 jurisdiction over the family independence agency budget. The annual  
13 report shall include at least all of the following information for  
14 the preceding year:~~

~~15 — (a) The number of individuals tested, the substances tested  
16 for, the results of the testing, and the number of referrals for  
17 treatment.~~

~~18 — (b) The costs of the testing and the resulting treatment.~~

~~19 — (c) Sanctions, if any, that have been imposed on recipients as  
20 a result of the testing program.~~

~~21 — (d) The percentage and number of households receiving family  
22 independence assistance that include an individual who has tested  
23 positive for substance abuse under the program and that also  
24 include an individual who has been named as a perpetrator in a case  
25 classified as a central registry case under the child protection  
26 law, 1975 PA 238, MCL 722.621 to 722.638.~~

~~27 — (6) The substance abuse testing authorized and required by~~

1 ~~this section does not apply to an individual 65 years old or older.~~

2 (1) THE DEPARTMENT SHALL REVIEW THE FEASIBILITY OF A SUBSTANCE  
3 ABUSE TESTING PROGRAM WITHIN THE FAMILY INDEPENDENCE PROGRAM. THE  
4 DEPARTMENT SHALL REPORT THE FINDINGS OF A REVIEW UNDER THIS SECTION  
5 TO THE SENATE AND HOUSE OF REPRESENTATIVES COMMITTEES DEALING WITH  
6 HUMAN SERVICES MATTERS NOT LATER THAN DECEMBER 1, 2011.

7 (2) THE REVIEW CONDUCTED UNDER AND THE REPORT PRESENTED UNDER  
8 SUBSECTION (1) SHALL INCLUDE, AT LEAST, BOTH OF THE FOLLOWING:

9 (A) THE METHODS OF SUBSTANCE ABUSE TESTING REVIEWED.

10 (B) THE COSTS ASSOCIATED WITH THE METHODS IDENTIFIED UNDER  
11 SUBDIVISION (A).

12 Sec. 57p. ~~(1) Beginning April 1, 2007, any month in which any~~  
13 ~~of the following occur shall not be counted toward the cumulative~~  
14 ~~total of 48 months in a lifetime for family independence~~  
15 ~~assistance:~~

16 ~~— (a) The recipient has been temporarily exempted from work~~  
17 ~~first under section 57f(3)(g) and (4).~~

18 ~~— (b) The recipient is employed and meeting the requirements of~~  
19 ~~his or her family self sufficiency plan.~~

20 ~~— (c) The unemployment rate in the county in which the recipient~~  
21 ~~resides is 25% above the state average for unemployment.~~

22 ~~— (d) Compliance with certain family independence program~~  
23 ~~requirements are waived under section 56i(1)(c).~~

24 ~~— (2) This section does not apply after September 30, 2011. ANY~~  
25 **MONTH IN WHICH A RECIPIENT HAS BEEN EXEMPTED FROM THE JET PROGRAM**  
26 **UNDER SECTION 57F(3) OR (4)(B) SHALL NOT BE COUNTED TOWARD THE**  
27 **CUMULATIVE TOTAL OF 48 MONTHS IN A LIFETIME FOR FAMILY INDEPENDENCE**

1 PROGRAM ASSISTANCE. ANY MONTH IN WHICH A RECIPIENT HAS BEEN  
2 EXEMPTED FROM THE JET PROGRAM UNDER SECTION 57F(4) (E) OR (F) MAY,  
3 IN THE DEPARTMENT'S DISCRETION, BE EXCLUDED FROM THE COUNT TOWARD  
4 THE CUMULATIVE TOTAL OF 48 MONTHS IN A LIFETIME FOR FAMILY  
5 INDEPENDENCE PROGRAM ASSISTANCE.

6 Sec. 57q. (1) ~~The department shall develop and implement a~~  
7 ~~plan to incrementally increase the earned income disregard for~~  
8 ~~family independence program recipients from \$200.00 plus 20% to not~~  
9 ~~more than 67% of earned income by September 30, 2010.~~ BEGINNING  
10 OCTOBER 1, 2011, UPON THE INITIAL APPLICATION FOR BENEFITS FOR  
11 FAMILY INDEPENDENCE PROGRAM ASSISTANCE, THE DEPARTMENT SHALL  
12 DISREGARD \$200.00 PLUS 20% OF THE FAMILY INDEPENDENCE PROGRAM  
13 ASSISTANCE GROUP'S EARNED INCOME FOR PURPOSES OF DETERMINING IF THE  
14 APPLICANT'S EARNED INCOME EXCEEDS THE INCOME AND ASSET LIMITS SET  
15 BY THE DEPARTMENT.

16 (2) BEGINNING OCTOBER 1, 2011, THE DEPARTMENT SHALL DISREGARD  
17 \$200.00 PLUS 50% OF THE FAMILY INDEPENDENCE PROGRAM ASSISTANCE  
18 GROUP'S EARNED INCOME FOR THE PURPOSE OF DETERMINING IF THE FAMILY  
19 INDEPENDENCE PROGRAM ASSISTANCE GROUP'S INCOME EXCEEDS THE INCOME  
20 AND ASSET LIMITS SET BY THE DEPARTMENT THROUGHOUT THE DURATION OF  
21 RECEIVING FAMILY INDEPENDENCE PROGRAM ASSISTANCE.

22 Sec. 57r. (1) ~~Beginning October 1, 2007, if the department~~  
23 ~~determines that an individual is eligible to participate in the~~  
24 ~~work first program and resides in a county in which a jobs,~~  
25 ~~education and training (JET) program is available, family~~  
26 independence PROGRAM assistance shall be paid to ~~that~~ AN individual  
27 for not longer than a cumulative total of 48 months during that

1 individual's lifetime. If the recipient is meeting all the  
2 requirements outlined in his or her family self-sufficiency plan,  
3 has not received more than 2 penalties under section 57g after  
4 October 1, 2007, has not received any penalties under section 57g  
5 in the preceding 12 months, and labor market conditions or  
6 employment barriers prevent employment placement, the recipient may  
7 apply to the department for an extension of family independence  
8 assistance benefits for a period not to exceed 12 months over the  
9 48-month cumulative lifetime total. Nothing in this subsection  
10 prevents the department from providing assistance to individuals  
11 who are determined to be exempt from work first participation under  
12 section 57f.

13 ~~—— (2) This section does not apply after September 30, 2011.~~

14 Sec. 57u. (1) The department shall provide a report of  
15 exemptions under section 57f by district office and by criteria.

16 (2) The department shall provide a report by district office  
17 on the number of sanctions issued, the number of compliance  
18 exceptions granted, and the success rate of recipients given the  
19 compliance exception under section 57g.

20 (3) The department shall require district managers to track  
21 performance of caseworkers with regard to sanctions under section  
22 57g.

23 (4) The department shall require reporting by county office on  
24 referrals to ~~nonprofit rehabilitation organizations under section~~  
25 ~~57b~~ **THE MEDICAL REVIEW TEAM** and the following:

26 (a) Referrals pending less than 90 days.

27 (b) Referrals pending 90 to 180 days.

1 (c) Referrals pending 180 to 365 days.

2 (5) The department shall require a quarterly report on cases  
3 in which the recipient has applied for supplemental security income  
4 under section 57b as follows:

5 (a) The number of cases assessed.

6 (b) The number of cases referred to ~~work first~~ **THE JET**  
7 **PROGRAM.**

8 (c) The number of cases placed in subsidized employment.

9 (d) The number of cases referred to legal services advocacy  
10 programs and the number of cases granted supplemental security  
11 income.

12 (6) The department shall report the progress of the plan  
13 required under section 57q and its implementation progress annually  
14 by April 1.

15 (7) Except for the reporting requirement provided in  
16 subsection (6), all the reports required under this section shall  
17 be provided on a quarterly basis to all of the following:

18 (a) The senate and house standing committees dealing with  
19 appropriations for human services.

20 (b) The senate and house fiscal agencies.

21 (c) The majority leader of the senate and the speaker of the  
22 house of representatives.

23 Enacting section 1. Sections 57h, 57k, 57o, and 57t of the  
24 social welfare act, 1939 PA 280, MCL 400.57h, 400.57k, 400.57o, and  
25 400.57t, are repealed.

26 Enacting section 2. This amendatory act takes effect October  
27 1, 2011.

1           Enacting section 3. This amendatory act does not take effect  
2 unless House Bill No. 4410 of the 96th Legislature is enacted into  
3 law.