

SUBSTITUTE FOR

SENATE BILL NO. 769

A bill to make appropriations for the department of human services for the fiscal year ending September 30, 2015; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 PART 1

2 LINE-ITEM APPROPRIATIONS

3 Sec. 101. There is appropriated for the department of human
4 services for the fiscal year ending September 30, 2015, from the
5 following funds:

6 DEPARTMENT OF HUMAN SERVICES

7 APPROPRIATION SUMMARY

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8      Full-time equated classified positions..... 12,004.0
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9      Unclassified positions ..... 6.0

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1	Total full-time equated positions.....	12,010.0	
2	GROSS APPROPRIATION.....		\$ 5,600,879,000
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and intradepartmental		
5	transfers		21,545,900
6	ADJUSTED GROSS APPROPRIATION.....		\$ 5,579,333,100
7	Federal revenues:		
8	Social security act, temporary assistance for needy		
9	families		529,883,800
10	Federal supplemental security income.....		8,594,600
11	Total federal revenues.....		3,845,727,000
12	Special revenue funds:		
13	Total private revenues.....		18,050,900
14	Total local revenues.....		38,839,400
15	Total other state restricted revenues.....		136,237,400
16	State general fund/general purpose.....		\$ 1,002,000,000
17	Ongoing state general fund/general		
18	purpose	997,900,000	
19	One-time state general fund/general		
20	purpose	4,100,000	
21	Sec. 102. EXECUTIVE OPERATIONS		
22	Total full-time equated positions.....	676.7	
23	Full-time equated unclassified positions.....	6.0	
24	Full-time equated classified positions.....	670.7	
25	Unclassified salaries--6.0 FTE positions.....		\$ 724,600
26	Salaries and wages--272.7 FTE positions.....		16,364,700
27	Contractual services, supplies, and materials.....		13,453,600

1	Demonstration projects--7.0 FTE positions	6,805,100
2	Inspector general salaries and wages--139.0 FTE	
3	positions	7,570,200
4	Electronic benefit transfer EBT.....	7,509,000
5	Michigan community service commission--15.0 FTE	
6	positions	11,957,000
7	AFC, children's welfare and day care	
8	licensure--237.0 FTE positions.....	28,907,100
9	State office of administrative hearings and rules	<u>7,535,900</u>
10	GROSS APPROPRIATION.....	\$ 100,827,200
11	Appropriated from:	
12	Interdepartmental grant revenues:	
13	IDG from department of education.....	8,222,600
14	ADJUSTED GROSS APPROPRIATION.....	\$ 92,604,600
15	Appropriated from:	
16	Federal revenues:	
17	Social security act, temporary assistance for needy	
18	families	9,743,600
19	Total other federal revenues.....	50,138,500
20	Special revenue funds:	
21	Total private revenues.....	3,850,900
22	Total local revenues.....	16,400
23	Total other state restricted revenue.....	5,400
24	State general fund/general purpose.....	\$ 28,849,800
25	Sec. 103. CHILD SUPPORT ENFORCEMENT	
26	Full-time equated classified positions..... 190.7	
27	Child support enforcement operations--184.7 FTE	

1	positions	\$	22,254,500
2	Legal support contracts.....		113,359,100
3	Child support incentive payments.....		24,409,600
4	State disbursement unit--6.0 FTE positions.....		<u>9,028,300</u>
5	GROSS APPROPRIATION.....	\$	169,051,500
6	Appropriated from:		
7	Federal revenues:		
8	Total federal revenues.....		146,066,200
9	Special revenue funds:		
10	State general fund/general purpose.....	\$	22,985,300
11	Sec. 104. COMMUNITY ACTION AND ECONOMIC OPPORTUNITY		
12	Full-time equated classified positions.....		13.0
13	Bureau of community action and economic		
14	opportunity--13.0 FTE positions.....	\$	1,813,700
15	Community services block grant.....		25,840,000
16	Weatherization assistance.....		16,340,000
17	School success partnership program.....		<u>300,000</u>
18	GROSS APPROPRIATION.....	\$	44,293,700
19	Appropriated from:		
20	Federal revenues:		
21	Social security act, temporary assistance for needy		
22	families		300,500
23	Total federal revenues.....		43,993,200
24	State general fund/general purpose.....	\$	0
25	Sec. 105. ADULT AND FAMILY SERVICES		
26	Full-time equated classified positions.....		559.7
27	Guardian contract.....	\$	490,200

1	Adult services policy and administration--7.0 FTE	
2	positions	925,000
3	Office of program policy--24.7 FTE positions	3,352,900
4	Employment and training support services	4,419,100
5	Wage employment verification reporting	547,300
6	Nutrition education--2.0 FTE positions	23,038,000
7	Elder law of Michigan MiCAFE contract	175,000
8	Elder abuse prosecuting attorney	450,000
9	Michigan rehabilitation services--526.0 FTE positions	151,789,700
10	Independent living	<u>6,988,600</u>
11	GROSS APPROPRIATION	\$ 192,175,800
12	Appropriated from:	
13	Interdepartmental grant revenues:	
14	IDG from department of corrections	3,000,000
15	IDG from department of education	13,300
16	ADJUSTED GROSS APPROPRIATION	\$ 189,162,500
17	Appropriated from:	
18	Federal revenues:	
19	Social security act, temporary assistance for needy	
20	families	4,601,900
21	Federal supplemental security income	8,594,600
22	Total other federal revenues	142,845,900
23	Special revenue funds:	
24	Private - gifts, bequests, and donations	1,946,000
25	Local vocational rehabilitation match	6,539,100
26	Second injury fund	149,400
27	Rehabilitation service fees	1,442,900

1	State general fund/general purpose	\$	23,042,700
2	Sec. 106. CHILDREN'S SERVICES		
3	Full-time equated classified positions..... 116.3		
4	Salaries and wages--53.7 FTE positions	\$	2,461,900
5	Contractual services, supplies, and materials		929,000
6	Interstate compact		179,600
7	Families first		14,944,500
8	Strong families/safe children		12,350,100
9	Child protection and permanency--23.0 FTE positions ..		11,892,500
10	Family reunification program		3,877,100
11	Family preservation and prevention services		
12	administration--11.0 FTE positions		1,226,800
13	Children's trust fund administration--12.0 FTE		
14	positions		978,300
15	Children's trust fund grants		2,325,100
16	Attorney general contract		4,226,400
17	Prosecuting attorney contracts		2,561,700
18	Child protection		873,900
19	Domestic violence prevention and treatment--14.6 FTE		
20	positions		15,730,000
21	Rape prevention and services--0.5 FTE positions		5,072,300
22	Child advocacy centers--0.5 FTE positions		2,000,000
23	Child abuse and neglect - children's justice act--1.0		
24	FTE positions		619,000
25	Family preservation and prevention services programs .		<u>1,500,000</u>
26	GROSS APPROPRIATION	\$	83,748,200
27	Appropriated from:		

1	Federal revenues:	
2	Social security act, temporary assistance for needy	
3	families	39,688,200
4	Total other federal revenues	31,000,100
5	Special revenue funds:	
6	Compulsive gambling prevention fund	1,040,700
7	Children's trust fund	2,078,000
8	Sexual assault victims' prevention and treatment	3,000,000
9	Child advocacy centers fund	2,000,000
10	State general fund/general purpose	\$ 4,941,200
11	Sec. 107. CHILD WELFARE SERVICES	
12	Full-time equated classified positions	3,992.2
13	Children's services administration--95.0 FTE positions	\$ 6,756,900
14	Title IV-E compliance and accountability office--4.0	
15	FTE positions	413,500
16	Child welfare institute--45.0 FTE positions	8,542,900
17	Child welfare field staff - noncaseload	
18	compliance--330.0 FTE positions	17,561,000
19	Education planners--15.0 FTE positions	822,200
20	Peer coaches--56.0 FTE positions	3,427,200
21	Child welfare first line supervisors--585.0 FTE	
22	positions	40,493,500
23	Administrative support workers--243.0 FTE positions ..	8,303,800
24	Second line supervisors and technical staff--55.0	
25	FTE positions	4,346,800
26	Permanency resource managers--28.5 FTE positions	1,736,900
27	Contractual services, supplies, and materials	8,713,700

1	Settlement monitor.....	1,625,800
2	Foster care payments.....	185,628,900
3	Serious emotional disturbance - waiver program.....	1,851,600
4	Serious emotional disturbance - nonwaiver program....	2,999,900
5	Guardianship assistance program.....	7,023,700
6	Child care fund.....	182,992,700
7	Child care fund administration--6.2 FTE positions....	790,100
8	Adoption subsidies.....	259,923,600
9	Adoption support services--10.0 FTE positions.....	26,896,600
10	Youth in transition--5.5 FTE positions.....	14,053,500
11	Child welfare medical/psychiatric evaluations.....	10,735,500
12	Psychotropic oversight.....	218,200
13	Child welfare field staff - caseload	
14	compliance--2,511.0 FTE positions.....	121,626,500
15	Performance based funding implementation--3.0 FTE	
16	positions	<u>1,372,100</u>
17	GROSS APPROPRIATION.....	\$ 918,857,100
18	Appropriated from:	
19	Interdepartmental grant revenues:	
20	IDG from department of education.....	140,200
21	ADJUSTED GROSS APPROPRIATION.....	\$ 918,716,900
22	Appropriated from:	
23	Federal revenues:	
24	Social security act, temporary assistance for needy	
25	families	221,275,700
26	Total federal revenues.....	296,511,100
27	Special revenue funds:	

1	Private - collections.....	3,149,900
2	Local funds - county chargeback.....	14,263,000
3	State general fund/general purpose.....	\$ 383,517,200
4	Sec. 108. JUVENILE JUSTICE SERVICES	
5	Full-time equated classified positions.....	178.0
6	W.J. Maxey training school--69.0 FTE positions.....	\$ 10,324,500
7	Bay pines center--42.0 FTE positions.....	4,836,500
8	Shawono center--42.0 FTE positions.....	4,920,900
9	County juvenile officers.....	3,904,300
10	Community support services--3.0 FTE positions.....	2,098,800
11	Juvenile justice, administration and	
12	maintenance--19.0 FTE positions.....	3,211,200
13	Juvenile accountability block grant--0.5 FTE positions	1,281,300
14	Committee on juvenile justice administration--2.5	
15	FTE positions	343,900
16	Committee on juvenile justice grants.....	3,000,000
17	In-home community care.....	1,500,000
18	Juvenile justice vision 20/20.....	<u>2,850,000</u>
19	GROSS APPROPRIATION.....	\$ 38,271,400
20	Appropriated from:	
21	Federal revenues:	
22	Total federal revenues.....	5,738,000
23	Special revenue funds:	
24	Local funds - state share education funds.....	2,195,500
25	Local funds - county chargeback.....	9,241,900
26	State general fund/general purpose.....	\$ 21,096,000
27	Sec. 109. LOCAL OFFICE STAFF AND OPERATIONS	

1	Full-time equated classified positions.....	5,704.0	
2	Field staff, salaries and wages--5,385.0 FTE positions	\$	288,754,600
3	Contractual services, supplies, and materials		37,636,300
4	Medical/psychiatric evaluations		1,420,100
5	Donated funds positions--288.0 FTE positions		33,260,800
6	Training and program support--23.0 FTE positions		2,310,300
7	Volunteer services and reimbursement		1,042,400
8	SSI advocates--8.0 FTE positions		<u>797,400</u>
9	GROSS APPROPRIATION	\$	365,221,900
10	Appropriated from:		
11	Interdepartmental grant revenues:		
12	IDG from department of corrections		100,000
13	IDG from department of education		4,654,100
14	ADJUSTED GROSS APPROPRIATION	\$	360,467,800
15	Appropriated from:		
16	Federal revenues:		
17	Social security act, temporary assistance for needy		
18	families		62,583,700
19	Total other federal revenues		142,860,500
20	Special revenue funds:		
21	Local funds		6,583,500
22	Private funds - donated funds		9,104,100
23	Supplemental security income recoveries		797,400
24	State general fund/general purpose	\$	138,538,600
25	Sec. 110. DISABILITY DETERMINATION SERVICES		
26	Full-time equated classified positions.....	571.4	
27	Disability determination operations--541.9 FTE		

1	positions	\$	106,476,800
2	Medical consultation program--25.4 FTE positions		3,349,500
3	Retirement disability determination--4.1 FTE positions		<u>506,100</u>
4	GROSS APPROPRIATION.....	\$	110,332,400
5	Appropriated from:		
6	Interdepartmental grant revenues:		
7	IDG from DTMB - office of retirement services		679,400
8	ADJUSTED GROSS APPROPRIATION.....	\$	109,653,000
9	Appropriated from:		
10	Federal revenues:		
11	Total federal revenues		105,988,900
12	Special revenue funds:		
13	State general fund/general purpose	\$	3,664,100
14	Sec. 111. CENTRAL SUPPORT ACCOUNTS		
15	Rent.....	\$	41,006,400
16	Occupancy charge.....		10,582,400
17	Travel.....		9,281,600
18	Equipment.....		62,600
19	Worker's compensation.....		2,497,600
20	Payroll taxes and fringe benefits		<u>426,194,500</u>
21	GROSS APPROPRIATION.....	\$	489,625,100
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG from department of education.....		3,601,500
25	ADJUSTED GROSS APPROPRIATION.....	\$	486,023,600
26	Appropriated from:		
27	Federal revenues:		

1	Social security act, temporary assistance for needy	
2	families	112,341,900
3	Total other federal revenues	198,579,900
4	Special revenue funds:	
5	State general fund/general purpose	\$ 175,101,800
6	Sec. 112. PUBLIC ASSISTANCE	
7	Full-time equated classified positions..... 8.0	
8	Family independence program.....	\$ 151,562,600
9	State disability assistance payments	15,653,400
10	Food assistance program benefits	2,388,475,200
11	State supplementation	64,137,200
12	State supplementation administration	2,381,100
13	Low-income home energy assistance program	174,951,600
14	Food bank funding	1,995,000
15	Homeless programs	15,521,900
16	Chaldean community foundation	1,000,000
17	Multicultural integration funding	2,015,500
18	Indigent burial	4,300,000
19	Emergency services local office allocations	12,108,500
20	Michigan energy assistance program--1.0 FTE positions	60,000,000
21	Refugee assistance program--7.0 FTE positions	<u>27,969,000</u>
22	GROSS APPROPRIATION	\$ 2,922,071,000
23	Appropriated from:	
24	Federal revenues:	
25	Social security act, temporary assistance for needy	
26	families	63,136,700
27	Total other federal revenues	2,588,528,200

1	Special revenue funds:		
2	Child support collections.....		17,996,000
3	Supplemental security income recoveries.....		10,617,600
4	Public assistance recoupment revenue.....		7,010,000
5	Low-income energy assistance fund.....		60,000,000
6	Michigan merit award trust fund.....		30,100,000
7	State general fund/general purpose.....	\$	144,682,500
8	Sec. 113. INFORMATION TECHNOLOGY		
9	Data center operations.....	\$	8,289,800
10	Telecommunications.....		8,392,200
11	Support services.....		13,304,800
12	Staff support.....		33,773,400
13	Direct agency charges.....		48,101,600
14	Administration and Internet.....		6,295,100
15	Child support automation.....		<u>42,146,800</u>
16	GROSS APPROPRIATION.....	\$	160,303,700
17	Appropriated from:		
18	Interdepartmental grant revenues:		
19	IDG from department of education.....		1,134,800
20	ADJUSTED GROSS APPROPRIATION.....	\$	159,168,900
21	Appropriated from:		
22	Federal revenues:		
23	Social security act, temporary assistance for needy		
24	families		16,211,600
25	Total federal revenues.....		91,476,500
26	Special revenue funds:		
27	State general fund/general purpose.....	\$	51,480,800

Sec. 114. ONE-TIME BASIS ONLY APPROPRIATIONS

Child support enforcement operations.....	\$	3,552,300
Legal support contracts.....		147,700
Michigan rehabilitation services.....		<u>2,400,000</u>
GROSS APPROPRIATION.....	\$	6,100,000
Appropriated from:		
Federal revenues:		
Total federal revenues.....		2,000,000
Special revenue funds:		
State general fund/general purpose.....	\$	4,100,000

PART 2

PROVISIONS CONCERNING APPROPRIATIONS

FOR FISCAL YEAR 2014-2015

GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2014-2015 is \$1,138,237,400.00 and state spending from state resources to be paid to local units of government for fiscal year 2014-2015 is \$97,739,200.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

DEPARTMENT OF HUMAN SERVICES

Child care fund.....	\$	90,947,400
County juvenile officers.....		3,656,500
State disability assistance payments.....		733,700

1	Legal support contracts.....	2,341,000
2	Family independence program.....	<u>60,600</u>
3	TOTAL.....	\$ 97,739,200

4 Sec. 202. The appropriations authorized under this part are
5 subject to the management and budget act, 1984 PA 431, MCL 18.1101
6 to 18.1594.

7 Sec. 203. As used in this part and part 1:

8 (a) "AFC" means adult foster care.

9 (b) "ARRA" means the American recovery and reinvestment act of
10 2009, Public Law 111-5.

11 (c) "Current fiscal year" means the fiscal year ending
12 September 30, 2015.

13 (d) "Department" means the department of human services.

14 (e) "Director" means the director of the department of human
15 services.

16 (f) "FTE" means full-time equated.

17 (g) "IDG" means interdepartmental grant.

18 (h) "MiCAFE" means Michigan's coordinated access to food for
19 the elderly.

20 (i) "Previous fiscal year" means the fiscal year ending
21 September 30, 2014.

22 (j) "Settlement" means the settlement agreement entered in the
23 case of Dwayne B. v Snyder, docket no. 2:06-cv-13548 in the United
24 States district court for the eastern district of Michigan.

25 (k) "SSI" means supplemental security income.

26 (l) "Temporary assistance for needy families" or "TANF" or
27 "title IV-A" means part A of title IV of the social security act,

1 42 USC 601 to 619.

2 (m) "Title IV-D" means part D of title IV of the social
3 security act, 42 USC 651 to 669b.

4 (n) "Title IV-E" means part E of title IV of the social
5 security act, 42 USC 670 to 679c.

6 Sec. 204. The civil service commission shall bill departments
7 and agencies at the end of the first fiscal quarter for the 1%
8 charge authorized by section 5 of article XI of the state
9 constitution of 1963. Payments shall be made for the total amount
10 of the billing by the end of the second fiscal quarter.

11 Sec. 207. (1) Sanctions, suspensions, conditions for
12 provisional license status, and other penalties shall not be more
13 stringent for private service providers than for public entities
14 performing equivalent or similar services.

15 (2) Neither the department nor private service providers or
16 licensees shall be granted preferential treatment or considered
17 automatically to be in compliance with administrative rules based
18 on whether they have collective bargaining agreements with direct
19 care workers. Private service providers or licensees without
20 collective bargaining agreements shall not be subjected to
21 additional requirements or conditions of licensure based on their
22 lack of collective bargaining agreements.

23 Sec. 208. Unless otherwise specified, the department shall use
24 the Internet to fulfill the reporting requirements of this part.
25 This requirement shall include transmission of reports via
26 electronic mail to the recipients identified for each reporting
27 requirement, and it shall include placement of reports on the

1 Internet.

2 Sec. 209. Funds appropriated in part 1 shall not be used for
3 the purchase of foreign goods or services, or both, if
4 competitively priced and of comparable quality American goods or
5 services, or both, are available. Preference should be given to
6 goods or services, or both, manufactured or provided by Michigan
7 businesses, if they are competitively priced and of comparable
8 quality. In addition, preference should be given to goods or
9 services, or both, that are manufactured or provided by Michigan
10 businesses owned and operated by veterans, if they are
11 competitively priced and of comparable quality.

12 Sec. 211. Funds appropriated in part 1 shall not be used by a
13 principal executive department, state agency, or authority to hire
14 a person to provide legal services that are the responsibility of
15 the attorney general. This prohibition does not apply to legal
16 services for bonding activities and for those outside services that
17 the attorney general authorizes.

18 Sec. 212. (1) In addition to funds appropriated in part 1 for
19 all programs and services, there is appropriated for write-offs of
20 accounts receivable, deferrals, and for prior year obligations in
21 excess of applicable prior year appropriations, an amount equal to
22 total write-offs and prior year obligations, but not to exceed
23 amounts available in prior year revenues or current year revenues
24 that are in excess of the authorized amount.

25 (2) The department's ability to satisfy appropriation fund
26 sources in part 1 shall not be limited to collections and accruals
27 pertaining to services provided in the current fiscal year, but

1 shall also include reimbursements, refunds, adjustments, and
2 settlements from prior years.

3 Sec. 213. The department may retain all of the state's share
4 of food assistance overissuance collections as an offset to general
5 fund/general purpose costs. Retained collections shall be applied
6 against federal funds deductions in all appropriation units where
7 department costs related to the investigation and recoupment of
8 food assistance overissuances are incurred. Retained collections in
9 excess of such costs shall be applied against the federal funds
10 deducted in the executive operations appropriation unit.

11 Sec. 214. On a bimonthly basis, the department shall report on
12 the number of FTEs in pay status by type of staff.

13 Sec. 215. If a legislative objective of this part or of a bill
14 or amendment to a bill to amend the social welfare act, 1939 PA
15 280, MCL 400.1 to 400.119b, cannot be implemented because
16 implementation would conflict with or violate federal regulations,
17 the department shall notify the state budget director, the house
18 and senate appropriations committees, and the house and senate
19 fiscal agencies and policy offices of that fact.

20 Sec. 217. The departments and agencies receiving
21 appropriations in part 1 shall prepare a report on out-of-state
22 travel expenses not later than January 1 of each year. The travel
23 report shall be a listing of all travel by classified and
24 unclassified employees outside this state in the immediately
25 preceding fiscal year that was funded in whole or in part with
26 funds appropriated in the department's budget. The report shall be
27 submitted to the house and senate appropriations committees, the

1 house and senate fiscal agencies, and the state budget director.

2 The report shall include the following information:

3 (a) The dates of each travel occurrence.

4 (b) The transportation and related costs of each travel
5 occurrence, including the proportion funded with state general
6 fund/general purpose revenues, the proportion funded with state
7 restricted revenues, the proportion funded with federal revenues,
8 and the proportion funded with other revenues.

9 Sec. 219. The department shall cooperate with the department
10 of technology, management, and budget to maintain a searchable
11 website accessible by the public at no cost that includes, but is
12 not limited to, all of the following for each department or agency:

13 (a) Fiscal year-to-date expenditures by category.

14 (b) Fiscal year-to-date expenditures by appropriation unit.

15 (c) Fiscal year-to-date payments to a selected vendor,
16 including the vendor name, payment date, payment amount, and
17 payment description.

18 (d) The number of active department employees by job
19 classification.

20 (e) Job specifications and wage rates.

21 Sec. 220. The department shall ensure that faith-based
22 organizations are able to apply and compete for services, programs,
23 or contracts that they are qualified and suitable to fulfill. The
24 department shall not disqualify faith-based organizations solely on
25 the basis of the religious nature of their organization or their
26 guiding principles or statements of faith.

27 Sec. 221. (1) If the revenue collected by the department from

1 private and local sources exceeds the amount spent from amounts
2 appropriated in part 1, the revenue may be carried forward, with
3 approval from the state budget director, into the subsequent fiscal
4 year.

5 (2) The department shall provide a report on the amount of
6 each revenue stream to be carried forward, as well as the
7 cumulative amount, for the closing fiscal year by October 30 of the
8 current fiscal year to the senate and house appropriations
9 subcommittees on the department budget, the senate and house
10 standing committees on families and human services, and the senate
11 and house fiscal agencies and policy offices.

12 Sec. 222. (1) The department shall provide written
13 notification to the chairpersons of the senate and house
14 appropriations subcommittees on the budget for the department of
15 any policy changes at least 30 days before the implementation date.

16 (2) The department shall make the entire policy and procedures
17 manual available and accessible to the public via the department
18 website.

19 (3) The department shall report no later than April 1 of the
20 current fiscal year on each specific policy change made to
21 implement a public act affecting the department that took effect
22 during the prior calendar year to the house and senate
23 appropriations subcommittees on the budget for the department, the
24 joint committee on administrative rules, and the senate and house
25 fiscal agencies. The department shall attach each policy bulletin
26 issued during the prior calendar year to this report.

27 Sec. 225. The department may hire physicians to be part of the

1 medical review team (MRT) on a temporary basis if Medicaid
2 applications are backlogged more than 2,000. The temporary
3 physicians shall be retained until the backlog has dropped below
4 2,000 for 2 consecutive months. The role of the physicians will be
5 to obtain medical evidence from and grant medical determinations to
6 applicants.

7 Sec. 226. The department shall not approve any contract for
8 new services, programs, or concepts in excess of \$1,000,000.00
9 unless both of the following requirements have been met:

10 (a) The department has issued and received a request for
11 information (RFI) or a request for qualification (RFQ) before
12 issuing a request for proposal for the contract. The request for
13 information or request for qualification will enable the department
14 to learn more about the market for the products or services that
15 are the subject of the future request for proposal.

16 (b) The department has provided the legislature with the
17 results of the request for information or request for qualification
18 and posted a summary of the results of the request for information
19 or request for qualification on the department's webpage.

20 Sec. 227. The department shall conduct a workgroup in
21 conjunction with the department of community health, the state
22 transportation department, the department of corrections, the
23 strategic fund in the department of treasury, and members from both
24 the senate and house of representatives to determine how the state
25 can maximize its services and funding for transportation for low-
26 income, elderly, and disabled individuals through consolidating all
27 of the current transportation services for these populations under

1 1 department.

2 Sec. 228. The department shall finalize the request for
3 information process for all bids that are included in the current
4 fiscal year enacted budget for the department by October 1 of the
5 current fiscal year. The department shall finalize the request for
6 proposal process by January 1 of the current fiscal year. Requests
7 for proposals shall remain open on the state website and available
8 for bids for at least 30 days.

9 Sec. 229. (1) The department shall conduct a workgroup with
10 the department of treasury and members from both the senate and
11 house of representatives to determine how the state can align the
12 spending on Michigan Works! job readiness programs with the
13 declining family independence program caseload. The workgroup shall
14 investigate possible reductions in the amount of temporary
15 assistance for needy families funding that is provided to Michigan
16 Works!

17 (2) The department shall submit to the senate and house
18 appropriations subcommittees on the department budget, the senate
19 and house fiscal agencies, the senate and house policy offices, and
20 the state budget office by March 1 of the current fiscal year a
21 report on the recommendations of the workgroup on the items
22 described in subsection (1).

23 Sec. 230. The department shall issue a request for proposal
24 for the income verification contract for public assistance
25 eligibility determination. The request for proposal process shall
26 be completed no later than January 1, 2015.

27 Sec. 231. From the funds appropriated in part 1 for the

1 Michigan community service commission, the department shall
2 allocate not less than \$125,000.00 in general fund/general purpose
3 funds to the Michigan reading corps to provide literacy services
4 and tutors for students in grades K-3 who are identified as being
5 at-risk of reading failure at elementary schools throughout this
6 state.

7 Sec. 240. The department shall notify the house and senate
8 appropriations committees and the house and senate fiscal agencies
9 of any changes to a child welfare master contract that results in
10 increased rates or increased spending on services not less than 30
11 days before the change takes effect.

12 Sec. 250. Amounts appropriated in part 1 for information
13 technology may be designated as work projects and carried forward
14 to support technology projects under the direction of the
15 department of technology, management, and budget. Funds designated
16 in this manner are not available for expenditure until approved as
17 work projects under section 451a of the management and budget act,
18 1984 PA 431, MCL 18.1451a.

19 Sec. 251. The department and agencies receiving appropriations
20 in part 1 shall receive and retain copies of all reports funded
21 from appropriations in part 1. Federal and state guidelines for
22 short-term and long-term retention of records shall be followed.
23 The department may electronically retain copies of reports unless
24 otherwise required by federal and state guidelines.

25 Sec. 264. The department shall not take disciplinary action
26 against an employee for communicating with a member of the
27 legislature or his or her staff.

1 Sec. 265. Within 14 days after the release of the executive
2 budget recommendation, the department shall cooperate with the
3 state budget office to provide the senate and house appropriations
4 chairs, the senate and house appropriations subcommittee chairs,
5 and the senate and house fiscal agencies with an annual report on
6 estimated state restricted fund balances, state restricted fund
7 projected revenues, and state restricted fund expenditures for the
8 fiscal years ending September 30, 2014 and September 30, 2015.

9 Sec. 274. (1) The department, in collaboration with the state
10 budget office, shall submit to the house and senate appropriations
11 subcommittees on the department budget, the house and senate fiscal
12 agencies, and the house and senate policy offices on the day the
13 governor submits to the legislature the budget for the ensuing
14 fiscal year a report on spending and revenue projections for each
15 of the capped federal funds listed below. The report shall contain
16 actual spending and revenue in the previous fiscal year, spending
17 and revenue projections for the current fiscal year as enacted, and
18 spending and revenue projections within the executive budget
19 proposal for the fiscal year beginning October 1, 2015 for each
20 individual line item for the department budget. The report shall
21 also include federal funds transferred to other departments. The
22 capped federal funds shall include, but not be limited to, all of
23 the following:

24 (a) TANF.

25 (b) Title XX social services block grant.

26 (c) Title IV-B part I child welfare services block grant.

27 (d) Title IV-B part II promoting safe and stable families

1 funds.

2 (e) Low-income home energy assistance program.

3 (2) By February 15 of the current fiscal year, the department
4 shall prepare an annual report of its efforts to identify
5 additional TANF maintenance of effort sources and rationale for any
6 increases or decreases from all of the following, but not limited
7 to:

8 (a) Other departments.

9 (b) Local units of government.

10 (c) Private sources.

11 Sec. 279. (1) All master contracts relating to human services
12 shall be performance-based contracts that employ a client-centered
13 results-oriented process that is based on measurable performance
14 indicators and desired outcomes and includes the annual assessment
15 of the quality of services provided.

16 (2) By February 1 of the current fiscal year, the department
17 shall provide the senate and house appropriations subcommittees on
18 the department budget and the senate and house fiscal agencies and
19 policy offices a report detailing measurable performance
20 indicators, desired outcomes, and an assessment of the quality of
21 services provided by the department during the previous fiscal
22 year.

23 Sec. 284. (1) In addition to the funds appropriated in part 1,
24 there is appropriated an amount not to exceed \$200,000,000.00 for
25 federal contingency funds. These funds are not available for
26 expenditure until they have been transferred to another line item
27 in part 1 under section 393(2) of the management and budget act,

1 1984 PA 431, MCL 18.1393. These funds shall not be made available
2 to increase TANF authorization.

3 (2) In addition to the funds appropriated in part 1, there is
4 appropriated an amount not to exceed \$5,000,000.00 for state
5 restricted contingency funds. These funds are not available for
6 expenditure until they have been transferred to another line item
7 in part 1 under section 393(2) of the management and budget act,
8 1984 PA 431, MCL 18.1393.

9 (3) In addition to the funds appropriated in part 1, there is
10 appropriated an amount not to exceed \$20,000,000.00 for local
11 contingency funds. These funds are not available for expenditure
12 until they have been transferred to another line item in part 1
13 under section 393(2) of the management and budget act, 1984 PA 431,
14 MCL 18.1393.

15 (4) In addition to the funds appropriated in part 1, there is
16 appropriated an amount not to exceed \$20,000,000.00 for private
17 contingency funds. These funds are not available for expenditure
18 until they have been transferred to another line item in part 1
19 under section 393(2) of the management and budget act, 1984 PA 431,
20 MCL 18.1393.

21 Sec. 290. Any public advertisement for state assistance shall
22 also inform the public of the welfare fraud hotline operated by the
23 department.

24 Sec. 293. The department may use funds from the funds
25 appropriated in part 1 to strengthen marriage and family relations
26 through the practice of marriage and family therapy for
27 individuals, families, couples, or groups. The goal of the therapy

1 shall be strengthening families by helping them avoid, eliminate,
2 relieve, manage, or resolve marital or family conflict or discord.

3 Sec. 295. If the department fails to provide to the
4 legislature reports and other data required by this part or other
5 statute within 30 days after the date the information is due, the
6 state money appropriated in part 1 for salaries and wages
7 responsible for preparing and submitting the report shall be
8 reduced by \$150,000.00.

9 Sec. 296. Not later than November 30, the state budget office
10 shall prepare and transmit a report that provides for estimates of
11 the total general fund/general purpose appropriation lapses at the
12 close of the prior fiscal year. This report shall summarize the
13 projected year-end general fund/general purpose appropriation
14 lapses by major departmental program or program areas. The report
15 shall be transmitted to the chairpersons of the senate and house
16 appropriations committees and the senate and house fiscal agencies.

17 Sec. 297. Total authorized appropriations from all sources
18 under part 1 for legacy costs for the fiscal year ending September
19 30, 2015 is \$283,394,300.00. From this amount, total agency
20 appropriations for pension-related legacy costs are estimated at
21 \$159,146,200.00. Total agency appropriations for retiree health
22 care legacy costs are estimated at \$124,248,100.00.

23 Sec. 298. (1) It is the intent of the legislature that the
24 department shall implement a supervisor-to-staff ratio of 1
25 supervisor to 6 or more staff members.

26 (2) By March 1 of the current fiscal year, the department
27 shall provide to the senate and house appropriations subcommittees

1 on the department budget, the senate and house fiscal agencies, and
2 the senate and house policy offices an annual report on the
3 supervisor-to-staff ratio by department divisions and subdivisions.

4 Sec. 299. The department shall maintain, on a publicly
5 accessible website, a department scorecard that identifies, tracks,
6 and regularly updates key metrics that are used to monitor and
7 improve the department's performance.

8 **EXECUTIVE OPERATIONS**

9 Sec. 307. (1) From the funds appropriated in part 1 for
10 demonstration projects, \$400,000.00 shall be distributed as
11 provided in subsection (2). The amount distributed under this
12 subsection shall not exceed 50% of the total operating expenses of
13 the program described in subsection (2), with the remaining 50%
14 paid by local United Way organizations and other nonprofit
15 organizations and foundations.

16 (2) Funds distributed under subsection (1) shall be
17 distributed to Michigan 2-1-1, a nonprofit corporation organized
18 under the laws of this state that is exempt from federal income tax
19 under section 501(c)(3) of the internal revenue code, 26 USC
20 501(c)(3), and whose mission is to coordinate and support a
21 statewide 2-1-1 system. Michigan 2-1-1 shall use the funds only to
22 fulfill the Michigan 2-1-1 business plan adopted by Michigan 2-1-1
23 in January 2005.

24 (3) Michigan 2-1-1 shall refer to the department any calls
25 received reporting fraud, waste, or abuse of state-administered
26 public assistance.

1 (4) Michigan 2-1-1 shall report annually to the department and
2 the house and senate standing committees with primary jurisdiction
3 over matters relating to human services and telecommunications on
4 2-1-1 system performance, including, but not limited to, call
5 volume by community health and human service needs and unmet needs
6 identified through caller data and customer satisfaction metrics.

7 **ADULT AND FAMILY SERVICES**

8 Sec. 401. All funds appropriated in part 1 for independent
9 living shall be used to support centers for independent living in
10 compliance with federal rules and regulations for those centers, by
11 existing centers for independent living to serve underserved areas,
12 and for projects to build capacity of centers for independent
13 living to deliver independent living services. Applications for the
14 funds shall be reviewed in accordance with criteria and procedures
15 established by the department. Funds shall be used in a manner
16 consistent with the state plan for independent living.

17 Sec. 402. The Michigan rehabilitation services shall work
18 collaboratively with the bureau of services for blind persons,
19 service organizations, and government entities to identify
20 qualified match dollars to maximize use of available federal
21 vocational rehabilitation funds.

22 Sec. 403. (1) It is the intent of the legislature that the
23 funds appropriated in part 1 for Michigan rehabilitation services,
24 and any future funds appropriated for that purpose, shall not be
25 spent unless Michigan rehabilitation services addresses, works to
26 remedy, and accounts for the deficiencies found in Michigan

1 rehabilitation services as detailed in the most recent auditor
2 general report of Michigan rehabilitation services.

3 (2) The department shall provide quarterly status reports to
4 the house and senate appropriations subcommittees on the department
5 budget, the house and senate fiscal agencies, and house and senate
6 policy offices on Michigan rehabilitation services that include all
7 of the following items:

8 (a) Reductions and changes in administration costs and
9 staffing.

10 (b) Service delivery plans and implementation steps achieved.

11 (c) Reorganization plans and implementation steps achieved.

12 (d) Plans to integrate Michigan rehabilitative services
13 programs into other services provided by the department.

14 (e) Quarterly expenditures by major spending category.

15 Sec. 404. (1) From the funds appropriated in part 1 for
16 independent living, the department shall allocate \$2,500,000.00 to
17 Michigan's centers for independent living to continue and expand
18 the pilot program that was implemented in section 404 of article X
19 of 2013 PA 59 to provide independent living guide services to
20 develop accessible, comprehensive, and integrated services for
21 persons with disabilities. The guide services shall also assist
22 persons with disabilities and their families in navigating state
23 systems when accessing public assistance to become financially
24 self-sufficient.

25 (2) The department shall report to the senate and house
26 appropriations subcommittees on the department budget, the senate
27 and house fiscal agencies, the senate and house policy offices, and

1 the state budget office by March 1, 2015 on the results of the
2 program in subsection (1), including the number of participants and
3 actual costs of the program.

4 Sec. 405. It is the intent of the legislature that Michigan
5 rehabilitation services shall not implement an order of selection
6 for vocational and rehabilitative services.

7 Sec. 406. The department shall provide to the senate and house
8 appropriations subcommittees on the department budget, the senate
9 and house fiscal agencies, the senate and house policy offices, and
10 the state budget office a quarterly report on both of the
11 following:

12 (a) The employment and job retention rates from both Michigan
13 rehabilitative services and its nonprofit partners.

14 (b) The success rate of each district in achieving the program
15 goals by goal.

16 Sec. 407. From the funds appropriated in part 1 to Michigan
17 rehabilitative services, the department shall use the
18 interdepartmental grant from the department of corrections to
19 expand the swift and sure sanctions probation program through
20 Michigan rehabilitative services. The department shall allocate not
21 less than \$3,000,000.00 as a match for \$11,084,500.00, which is the
22 maximum available federal vocational rehabilitation funds, for the
23 purpose described in this section. The department shall establish
24 an interagency agreement with the department of corrections and
25 judicial branch to carry out this purpose. These funds shall be
26 used to assist individuals who have a history of probation or
27 parole violations and exceptional mental health needs and shall not

1 be used for individuals who are currently incarcerated.

2 Sec. 415. (1) If funds become available in part 1, the
3 department may contract with independent contractors from various
4 counties, including, but not limited to, faith-based and nonprofit
5 organizations. Preference shall be given to independent contractors
6 that provide at least 10% in matching funds, through any
7 combination of local, state, or federal funds or in-kind or other
8 donations. However, an independent contractor that cannot secure
9 matching funds shall not be excluded from consideration for the
10 fatherhood program.

11 (2) The department may choose providers that will work with
12 counties to help eligible fathers under TANF guidelines to acquire
13 skills that will enable them to increase their responsible behavior
14 toward their children and the mothers of their children. An
15 increase of financial support for their children should be a very
16 high priority as well as emotional support.

17 (3) A fatherhood initiative program established under this
18 section shall minimally include at least 3 of the following
19 components: promoting responsible, caring, and effective parenting
20 through counseling; mentoring and parental education; enhancing the
21 abilities and commitment of unemployed or low-income fathers to
22 provide material support for their families and to avoid or leave
23 welfare programs by assisting them to take advantage of job search
24 programs, job training, and education to improve their work habits
25 and work skills; improving fathers' ability to effectively manage
26 family business affairs by means such as education, counseling, and
27 mentoring in household matters; infant care; effective

1 communication and respect; anger management; children's financial
2 support; and drug-free lifestyle.

3 (4) The department is authorized to make allocations of TANF
4 funds, of not more than 20% per county, under this section only to
5 agencies that report necessary data to the department for the
6 purpose of meeting TANF eligibility reporting requirements.

7 (5) Upon receipt of the promotion of responsible fatherhood
8 funds from the United States department of health and human
9 services, the department shall use the program criteria set forth
10 in subsection (3) to implement the program with the federal funds.

11 Sec. 416. (1) If funds become available in part 1, the
12 department may contract with independent contractors from various
13 counties, including, but not limited to, faith-based and nonprofit
14 organizations. Preference shall be given to independent contractors
15 that provide at least 10% in matching funds, through any
16 combination of local, state, or federal funds or in-kind or other
17 donations. However, an independent contractor that cannot secure
18 matching funds shall not be excluded from consideration for a
19 marriage initiative program.

20 (2) The department may choose providers to work with counties
21 that will work to support and strengthen marriages of those
22 eligible under the TANF guidelines. The areas of work may include,
23 but are not limited to, marital counseling, domestic violence
24 counseling, family counseling, effective communication, and anger
25 management as well as parenting skills to improve the family
26 structure.

27 (3) A marriage initiative program established under this

1 section may include, but is not limited to, 1 or more of the
2 following: public advertising campaigns on the value of marriage
3 and the skills needed to increase marital stability and health;
4 education in high schools on the value of marriage, relationship
5 skills, and budgeting; premarital, marital, family, and domestic
6 violence counseling; effective communication; marriage mentoring
7 programs which use married couples as role models and mentors in
8 at-risk communities; anger management; and parenting skills to
9 improve the family structure.

10 (4) The department is authorized to make allocations of TANF
11 funds, of not more than 20% per county, under this section only to
12 agencies that report necessary data to the department for the
13 purpose of meeting TANF eligibility reporting requirements.

14 (5) Upon receipt of the healthy marriage promotion grant from
15 the United States department of health and human services, the
16 department shall use the program criteria set forth in subsection
17 (3) to implement the program with the federal funds.

18 Sec. 420. (1) From the funds appropriated in part 1, the
19 department shall contract with the prosecuting attorneys
20 association of Michigan for 3 elder abuse resource prosecuting
21 attorneys positions to provide the support and services necessary
22 to increase the capability of the state's prosecutors, adult
23 protective service system, and criminal justice system to
24 effectively identify, investigate, and prosecute elder abuse and
25 financial exploitation.

26 (2) By March 1 of the current fiscal year, the prosecuting
27 attorneys association shall provide a report on the efficacy of the

1 contract to the state budget office, the house and senate
2 appropriations subcommittees on the department budget, the house
3 and senate fiscal agencies, and the house and senate policy
4 offices.

5 Sec. 423. From the funds appropriated in part 1 for elder law
6 of Michigan MiCAFE contract, the department shall allocate not less
7 than \$175,000.00 to the elder law of Michigan MiCAFE to assist this
8 state's elderly population to participate in the food assistance
9 program. Of the \$175,000,000.00 allocated under this section, the
10 department shall use \$100,000.00, which are general fund/general
11 purpose funds, as state matching funds for not less than \$75,000.00
12 in United States department of agriculture funding to provide
13 outreach program activities, such as eligibility screen and
14 information services, as part of a statewide food assistance
15 hotline.

16 Sec. 424. The department may enter into a contract with a
17 nonprofit entity that operates throughout this state to provide
18 vehicle purchases and vehicle repairs for all low-income
19 individuals who the department determines are eligible. The
20 department shall work in conjunction with the nonprofit entity to
21 ensure that the barriers to self-sufficiency are removed for each
22 individual.

23 Sec. 425. (1) From the funds appropriated in part 1, the
24 department shall provide individuals not more than \$500.00 for
25 vehicle repairs, including any repairs done in the previous 12
26 months. However, the department may in its discretion pay for
27 repairs up to \$900.00. Payments under this section shall include

1 the combined total of payments made by the department and work
2 participation program.

3 (2) By November 30 of the current fiscal year, the department
4 shall provide to the senate and house appropriations subcommittees
5 on the department budget, the senate and house fiscal agencies, and
6 the senate and house policy offices a report detailing the total
7 number of payments for repairs, the number of payments for repairs
8 that exceeded \$500.00, the number of payments for repairs that cost
9 exactly \$500.00, and the number of payments for repairs that cost
10 exactly \$900.00 in the previous fiscal year.

11 CHILDREN'S SERVICES

12 Sec. 501. (1) A goal is established that not more than 30% of
13 all children in foster care at any given time during the current
14 fiscal year will have been in foster care for 24 months or more.

15 (2) By March 1 of the current fiscal year, the department
16 shall provide to the senate and house appropriations subcommittees
17 on the department budget, the senate and house fiscal agencies, the
18 senate and house policy offices, and the state budget office a
19 report on the percent of children who were in foster care in the
20 current fiscal year and who were in foster care a total of 24 or
21 more months.

22 Sec. 502. From the funds appropriated in part 1 for foster
23 care, the department shall provide 50% reimbursement to Indian
24 tribal governments for foster care expenditures for children who
25 are under the jurisdiction of Indian tribal courts and who are not
26 otherwise eligible for federal foster care cost sharing.

1 Sec. 505. By March 1 of the current fiscal year, the
2 department and Wayne County shall provide to the senate and house
3 appropriations committees on the department budget and the senate
4 and house fiscal agencies and policy offices a report for youth
5 served in the previous fiscal year and in the first quarter of the
6 current fiscal year outlining the number of youth served within
7 each juvenile justice system, the type of setting for each youth,
8 performance outcomes, and financial costs or savings.

9 Sec. 506. The department shall submit a report by February 15
10 of the current fiscal year on the number of foster children under
11 department supervision who did not receive Medicaid coverage and
12 the number of foster children under department supervision that
13 experienced a break in Medicaid coverage during the previous fiscal
14 year to the house and senate appropriations subcommittees on the
15 department budget, the house and senate fiscal agencies, and the
16 house and senate policy offices.

17 Sec. 507. The department's ability to satisfy appropriation
18 deducts in part 1 for foster care private collections shall not be
19 limited to collections and accruals pertaining to services provided
20 only in the current fiscal year but may include revenues collected
21 during the current fiscal year for services provided in prior
22 fiscal years.

23 Sec. 508. (1) In addition to the amount appropriated in part 1
24 for children's trust fund grants, money granted or money received
25 as gifts or donations to the children's trust fund created by 1982
26 PA 249, MCL 21.171 to 21.172, is appropriated for expenditure.

27 (2) The department and the child abuse neglect and prevention

1 board shall collaborate to ensure that administrative delays are
2 avoided and the local grant recipients and direct service providers
3 receive money in an expeditious manner. The department and board
4 shall seek to have the children's trust fund grants distributed no
5 later than November 30 of the current fiscal year.

6 Sec. 509. (1) From the funds appropriated in part 1 for the
7 child welfare training institute, the department shall allocate
8 \$500,000.00 to enter into a contract to expand the pilot program
9 that was implemented in section 509 of article X of 2013 PA 59 for
10 gentle teaching methods. The funding shall be used to provide at
11 least 40 training sessions. The program described in this section
12 shall be made available only to child welfare supervisors or
13 managers who oversee foster care or child protective services
14 cases.

15 (2) The department shall report to the senate and house
16 appropriations subcommittees on the department budget, the senate
17 and house fiscal agencies, the senate and house policy offices, and
18 the state budget office by March 1, 2015 on the results of the
19 program expansion, including the number of participants and actual
20 costs of the program in subsection (1).

21 Sec. 510. The department, in conjunction with members from
22 both the house of representatives and senate, private child placing
23 agencies, the courts, and counties shall implement the fiscal year
24 2014-2015 recommendations that are described in the workgroup
25 report that was provided in section 503 of article X of 2013 PA 59
26 to establish a performance-based funding for public and private
27 child welfare services providers. The department shall provide a

1 quarterly report on the status of the performance-based contracting
2 model to the senate and house appropriations subcommittees on the
3 department budget, the senate and house standing committees on
4 families and human services, and the senate and house fiscal
5 agencies and policy offices.

6 Sec. 511. The department shall provide quarterly reports to
7 the senate and house appropriations subcommittees on the department
8 budget, the senate and house standing committees on families and
9 human services, and the senate and house fiscal agencies and policy
10 offices on the number and percentage of children who received
11 timely health examinations after entry into foster care and the
12 number and percentage of children entering foster care who received
13 a required mental health examination after entry into foster care.

14 Sec. 513. (1) The department shall not expend funds
15 appropriated in part 1 to pay for the direct placement by the
16 department of a child in an out-of-state facility unless all of the
17 following conditions are met:

18 (a) There is no appropriate placement available in this state
19 as determined by the department interstate compact office.

20 (b) An out-of-state placement exists that is nearer to the
21 child's home than the closest appropriate in-state placement as
22 determined by the department interstate compact office.

23 (c) The out-of-state facility meets all of the licensing
24 standards of this state for a comparable facility.

25 (d) The out-of-state facility meets all of the applicable
26 licensing standards of the state in which it is located.

27 (e) The department has done an on-site visit to the out-of-

1 state facility, reviewed the facility records, reviewed licensing
2 records and reports on the facility, and believes that the facility
3 is an appropriate placement for the child.

4 (2) The department shall not expend money for a child placed
5 in an out-of-state facility without approval of the deputy director
6 for children's services. The department shall notify the
7 appropriate state agency in that state including the name of the
8 out-of-state provider who accepted the placement.

9 (3) The department shall submit quarterly reports to the state
10 court administrative office, the house and senate appropriations
11 subcommittees on the department budget, the house and senate fiscal
12 agencies, and the house and senate policy offices on the number of
13 Michigan children residing in out-of-state facilities at the time
14 of the report, the total cost and average per diem cost of these
15 out-of-state placements to this state, and a list of each such
16 placement arranged by the Michigan county of residence for each
17 child.

18 (4) The department shall submit an annual report by February
19 15 of the current fiscal year on per diem costs of each residential
20 care provider that has an established state rate and is located or
21 doing business in this state.

22 (5) It is the intent of the legislature that the department
23 shall work in conjunction with the courts and the state court
24 administrative office to identify data needed to calculate
25 statewide recidivism rates for adjudicated youth placed in either
26 residential secure or nonsecure facilities, defined at 6 months
27 after a youth is released from placement.

1 (6) By March 1 of the current fiscal year, the department
2 shall notify the legislature on the status of efforts to accomplish
3 the intent of subsection (5).

4 Sec. 514. The department shall make a comprehensive report
5 concerning children's protective services (CPS) to the legislature,
6 including the senate and house policy offices and the state budget
7 director, by January 1 of the current fiscal year, that shall
8 include all of the following:

9 (a) Statistical information including, at a minimum, all of
10 the following:

11 (i) The total number of reports of child abuse or neglect
12 investigated under the child protection law, 1975 PA 238, MCL
13 722.621 to 722.638, and the number of cases classified under
14 category I or category II and the number of cases classified under
15 category III, category IV, or category V.

16 (ii) Characteristics of perpetrators of child abuse or neglect
17 and the child victims, such as age, relationship, race, and
18 ethnicity and whether the perpetrator exposed the child victim to
19 drug activity, including the manufacture of illicit drugs, that
20 exposed the child victim to substance abuse, a drug house, or
21 methamphetamine.

22 (iii) The mandatory reporter category in which the individual
23 who made the report fits, or other categorization if the individual
24 is not within a group required to report under the child protection
25 law, 1975 PA 238, MCL 722.621 to 722.638.

26 (iv) The number of cases that resulted in the separation of the
27 child from the parent or guardian and the period of time of that

1 separation, up to and including termination of parental rights.

2 (v) For the reported complaints of child abuse or neglect by
3 teachers, school administrators, and school counselors, the number
4 of cases classified under category I or category II and the number
5 of cases classified under category III, category IV, or category V.

6 (vi) For the reported complaints of child abuse or neglect by
7 teachers, school administrators, and school counselors, the number
8 of cases that resulted in separation of the child from the parent
9 or guardian and the period of time of that separation, up to and
10 including termination of parental rights.

11 (b) New policies related to children's protective services
12 including, but not limited to, major policy changes and court
13 decisions affecting the children's protective services system
14 during the immediately preceding 12-month period.

15 (c) The information contained in the report required under
16 section 8d(5) of the child protection law, 1975 PA 238, MCL
17 722.628d, on cases classified under category III.

18 (d) The department policy, or changes to the department
19 policy, regarding children who have been exposed to the production
20 or manufacture of methamphetamines.

21 Sec. 515. (1) The department, in conjunction with court and
22 county personnel and representatives of the private child welfare
23 agencies in Kent County, shall continue privatizing foster care and
24 adoption services, except for child protective services, in Kent
25 County based on workgroup findings.

26 (2) By March 1, 2015, the department shall submit a report to
27 the senate and house appropriations subcommittees on the department

1 budget, the senate and house fiscal agencies, and the senate and
2 house policy offices that provides an update on the privatization
3 of child welfare services in Kent County as described in section
4 515 of article X of 2013 PA 59 and includes all of the following:

5 (a) Costs or savings that resulted from the program.

6 (b) Gaps in funding.

7 (c) Program successes.

8 (d) Challenges and barriers to a successful implementation.

9 Sec. 519. The department shall permit any private agency that
10 has an existing contract with this state to provide foster care
11 services to be also eligible to provide treatment foster care
12 services.

13 Sec. 522. (1) From the funds appropriated in part 1 for the
14 fostering futures scholarship program, the department shall
15 allocate \$750,000.00 for college scholarships through the fostering
16 futures scholarship in the Michigan education trust to youths who
17 were in foster care because of child abuse or neglect and are
18 attending a college located in this state. Of the funds
19 appropriated, 100% shall be used to fund scholarships for the
20 youths described in this section.

21 (2) Not later than September 1, 2015, the department shall
22 provide a report to the chairs of the appropriations subcommittee
23 on human services that includes the number of youths who received
24 scholarships and the amount of each scholarship, and the total
25 amount of money spent or encumbered in the current fiscal year.

26 Sec. 523. (1) By February 15 of the current fiscal year, the
27 department shall report on the families first, family

1 reunification, and families together building solutions family
2 preservation programs to the senate and house appropriations
3 subcommittees on the department budget, the senate and house fiscal
4 agencies, and the senate and house policy offices. The report shall
5 contain all of the following for each program:

6 (a) The average cost per recipient served.

7 (b) Measurable performance indicators.

8 (c) Desired outcomes or results and goals that can be measured
9 on an annual basis, or desired results for a defined number of
10 years.

11 (d) Monitored results.

12 (e) Innovations that may include savings or reductions in
13 administrative costs.

14 (2) If money becomes available in part 1 for youth in
15 transition and domestic violence prevention and treatment, the
16 department is authorized to make allocations of TANF funds only to
17 agencies that report necessary data to the department for the
18 purpose of meeting TANF eligibility reporting requirements.

19 Sec. 524. As a condition of receiving funds appropriated in
20 part 1 for strong families/safe children, counties must submit the
21 service spending plan to the department by October 1 of the current
22 fiscal year for approval. The department shall approve the service
23 spending plan within 30 calendar days after receipt of a properly
24 completed service spending plan.

25 Sec. 525. The department shall implement the same on-site
26 evaluation processes for privately operated child welfare and
27 juvenile justice residential facilities as is used to evaluate

1 state-operated facilities. Penalties for noncompliance shall be the
2 same for privately operated child welfare and juvenile justice
3 residential facilities and state-operated facilities.

4 Sec. 526. From the funds appropriated in part 1 for foster
5 care payments and related administrative costs, the department may
6 implement the federally approved title IV-E child welfare waiver
7 demonstration project. As required under the waiver, any savings
8 resulting from the demonstration project must be quantified and
9 reinvested into child welfare programming.

10 Sec. 532. (1) The department, in collaboration with
11 representatives of private child and family agencies, shall revise
12 and improve the annual licensing review process and the annual
13 contract compliance review process for child placing agencies and
14 child caring institutions. The improvement goals shall be safety
15 and care for children. Improvements to the review process shall be
16 directed toward alleviating administrative burdens so that agency
17 resources may be focused on children. The revision shall include
18 identification of duplicative staff activities and information
19 sought from child placing agencies and child caring institutions in
20 the annual review process. The department shall report to the
21 senate and house appropriations subcommittees on the department
22 budget, the senate and house fiscal agencies and policy offices,
23 and the state budget director on or before January 15 of the
24 current fiscal year on the findings of the annual licensing review.

25 (2) The department shall conduct licensing reviews no more
26 than once every 2 years for child placing agencies and child caring
27 institutions that are nationally accredited and have no outstanding

1 violations.

2 Sec. 533. (1) The department shall make payments to child
3 placing facilities for in-home and out-of-home care services and
4 adoption services within 30 days of receiving all necessary
5 documentation from those agencies.

6 (2) The department shall provide a report on the status of the
7 implementation and operation of this section by February 15 of the
8 current fiscal year.

9 Sec. 534. The department shall report to the senate and house
10 appropriations subcommittees on the department budget, the senate
11 and house fiscal agencies, the senate and house policy offices, and
12 the state budget office by March 1 of the current fiscal year a
13 report on the implementation of the statewide automated child
14 welfare information system. The report shall include, but not be
15 limited to, all of the following:

16 (a) Areas where implementation went as planned.

17 (b) The number of known issues.

18 (c) The average number of help tickets submitted per day.

19 (d) Any additional overtime or other staffing costs to address
20 known issues and volume of help tickets.

21 (e) Any contract revisions to address known issues and volume
22 of help tickets.

23 (f) Other strategies undertaken to improve implementation.

24 Sec. 537. The department, in collaboration with child placing
25 agencies, shall develop a strategy to implement section 1150 of the
26 social welfare act, 1939 PA 280, MCL 400.1150. The strategy shall
27 include a requirement that a department caseworker responsible for

1 preparing a recommendation to a court concerning a juvenile
2 placement shall provide, as part of the recommendation, information
3 regarding the requirements of section 1150 of the social welfare
4 act, 1939 PA 280, MCL 400.1150.

5 Sec. 540. If a physician or psychiatrist who is providing
6 services to state or court wards placed in a residential facility
7 submits a formal request to the department to change the
8 psychotropic medication of a ward, the department shall, if the
9 ward is a state ward, make a determination on the proposed change
10 within 30 days after the request or, if the ward is a temporary
11 court ward, seek parental consent within 7 business days after the
12 request.

13 Sec. 546. (1) From the funds appropriated in part 1 for foster
14 care payments and from child care fund, the department shall pay
15 providers of foster care services not less than a \$37.00
16 administrative rate.

17 (2) From the funds appropriated in part 1 for foster care
18 payments and from child care fund, the department shall pay
19 providers of general independent living services not less than a
20 \$28.00 administrative rate.

21 (3) From the funds appropriated in part 1, the department
22 shall reinstate the specialized independent living services
23 administrative rate to levels that were in place for the fiscal
24 year ending September 30, 2011.

25 Sec. 547. From the funds appropriated in part 1 for the
26 guardianship assistance program, the department shall pay a minimum
27 rate that is not less than the approved age-appropriate payment

1 rates for youth placed in family foster care.

2 Sec. 556. (1) No later than February 1 for the previous fiscal
3 year, the department shall provide an annual report to the
4 subcommittees of the senate and house appropriations committees on
5 the department budget with the number of complaints filed by
6 adoptive parents who were not notified that their adopted child had
7 special needs.

8 (2) From the funds appropriated in part 1 for adoption
9 subsidies, \$18,797,400.00 shall be used to fund a program that
10 allows adoptive parents to claim a new or revised determination of
11 care rate for any special need described in subsection (3)(a) to
12 (d) caused by a condition that existed but was not identified prior
13 to the final adoption assistance agreement. Adoptive parents shall
14 be allowed to apply for a determination of care payment or revise
15 the previous determination of care payment 1 time for children
16 between the ages of 0 and 18. A new or revised determination of
17 care rate under this section shall be provided to an adoptive
18 parent of an adoptee in addition to any other adoption assistance
19 the parent receives.

20 (3) "Determination of care rate" as described in this section
21 means a supplemental payment to the standard age appropriate foster
22 care rate that may be justified when extraordinary care or expense
23 is required. The supplemental payment is based on 1 or more of the
24 following case situations where additional care is required of the
25 foster care provider or adoptive parent or an additional expense
26 exists:

27 (a) Physically disabled children for whom the foster care

1 provider or adoptive parent must provide measurably greater
2 supervision and care.

3 (b) Children with special psychological or psychiatric needs
4 that require extra time and measurably greater amounts of care and
5 attention by the foster care provider or adoptive parent.

6 (c) Children requiring special diets that are more expensive
7 than a normal diet and that require extra time and effort by the
8 foster care provider or adoptive parent to obtain or prepare.

9 (d) Children whose severe acting-out or antisocial behavior
10 requires a measurably greater amount of care and attention of the
11 foster care provider or adoptive parent.

12 Sec. 557. From the funds appropriated in part 1, the
13 department may provide reimbursement for nonrecurring expenses
14 related to an adoption in excess of the limit described in section
15 115/ of the social welfare act, 1939 PA 280, MCL 400.115/.

16 Sec. 558. (1) The department shall post on the state's
17 contract bidding website a request for information for all of the
18 training services and programs that are provided by the child
19 welfare training institute no later than October 1, 2014. The
20 department shall complete the request for proposal process no later
21 than January 1, 2015. The bidding process shall be open to
22 nonprofit organizations, colleges, universities, private agencies,
23 and other qualifying entities.

24 (2) The department shall provide to the senate and house
25 appropriations subcommittees on the department budget, the senate
26 and house fiscal agencies, the senate and house policy offices, and
27 the state budget office a semiannual report on the status of the

1 items described in subsection (1).

2 Sec. 560. The department, in conjunction with the state court
3 administrative office and the foster care review board, shall
4 coordinate a comprehensive training program for court personnel on
5 the importance of parent-child visitations in foster care cases.

6 Sec. 562. The department shall provide time and travel
7 reimbursements for foster parents who transport a foster child to
8 parent-child visitations. As part of the foster care parent
9 contract, the department shall provide written confirmation to
10 foster parents that states that the foster parents have the right
11 to request these reimbursements for all parent-child visitations.
12 The department shall provide these reimbursements within 60 days of
13 receiving a request for eligible reimbursements from a foster
14 parent.

15 Sec. 563. (1) The department shall implement a staff
16 evaluation process for all child welfare workers and supervisors
17 that includes clear performance objectives. The performance
18 objectives shall be based on the outcomes measured in the
19 continuous quality improvement reports and also shall include
20 status updates on the individual's achievement of training and
21 continuing education requirements.

22 (2) The department shall submit to the senate and house
23 appropriations subcommittees on the department budget, the senate
24 and house fiscal agencies, the senate and house policy offices, and
25 the state budget office by January 1 of the current fiscal year a
26 report on the evaluations described in subsection (1).

27 Sec. 564. (1) The department shall develop a clear policy for

1 parent-child visitations that requires a minimum of 3 hours per
2 child per week. The local county offices, caseworkers, and
3 supervisors shall meet a 50% success rate for the number of
4 visitation hours described in this section.

5 (2) Per the court-ordered number of required meetings between
6 caseworkers and parent, the caseworkers shall achieve a success
7 rate of 65%.

8 Sec. 565. The department and private child placing agencies
9 shall provide signed copies of the parent agency treatment plan
10 service agreement, that must include, according to department
11 policy, a written plan for parent-child visitation. The agreement
12 should include a signature from the legal parent, when possible. If
13 the parent does not sign the parent agency treatment plan service
14 agreement, the department and private child placing agencies shall
15 provide documentation as to why the parent did not sign the
16 agreement. The supervisor assigned to a case that does not obtain
17 the parent signature also shall provide documentation as to why the
18 parent did not sign the agreement. The information and
19 documentation described in this section shall be made available to
20 the foster care review board upon request.

21 Sec. 566. For a child who is under court or state supervision,
22 the MiTEAM family team meeting shall include a review of any
23 psychotropic medication the child is currently prescribed, had been
24 prescribed in the past, or had been recommended to take.

25 Sec. 567. (1) The caseworker or supervisor who is assigned to
26 a foster care case is responsible for completing a medical passport
27 for the cases assigned to him or her. If a child in foster care is

1 transferred to a new placement or returned to his or her parent's
2 or guardian's home, the medical passport and any school records in
3 the caseworker's or supervisor's possession must be transferred
4 within 2 weeks from the date of placement or return to the home.

5 (2) The department shall submit to the senate and house
6 appropriations subcommittees on the department budget, the senate
7 and house fiscal agencies, the senate and house policy offices, and
8 the state budget office by March 1 of the current fiscal year a
9 report on the items described in subsection (1), including the
10 following:

11 (a) The percentage of medical passports that were properly
12 filled out.

13 (b) From the total medical passports transferred, the
14 percentage that transferred within 2 weeks from the date of
15 placement or return to the home.

16 (c) From the total school records, the percentage that
17 transferred within 2 weeks from the date of placement or return to
18 the home.

19 Sec. 568. (1) From the funds appropriated in part 1 for
20 adoption subsidies, the department shall pay a minimum adoption
21 assistance rate that is not less than the rate that was or would
22 have been provided for the adoptee in family foster care at the
23 time of the adoption. This rate includes the determination of care
24 rate that was paid or would have been paid to the adoptive parent
25 for the adoptee in a family foster care placement, and this amount
26 shall be increased to reflect any increase in the standard age
27 appropriate foster care rate.

1 (2) "Determination of care rate" as described in this section
2 means a supplemental payment to the standard age appropriate foster
3 care rate that may be justified when extraordinary care or expense
4 is required. The supplemental payment is based on 1 or more of the
5 following case situations where additional care is required of the
6 foster care provider or adoptive parent or an additional expense
7 exists:

8 (a) Physically disabled children for whom the foster care
9 provider or adoptive parent must provide measurably greater
10 supervision and care.

11 (b) Children with special psychological or psychiatric needs
12 that require extra time and measurably greater amounts of care and
13 attention by the foster care provider or adoptive parent.

14 (c) Children requiring special diets that are more expensive
15 than a normal diet and that require extra time and effort by the
16 foster care provider or adoptive parent to obtain or prepare.

17 (d) Children whose severe acting-out or antisocial behavior
18 requires a measurably greater amount of care and attention of the
19 foster care provider or adoptive parent.

20 Sec. 574. (1) From the funds appropriated in part 1 for foster
21 care payments, \$2,500,000.00 is allocated to support contracts with
22 child placing agencies to facilitate the licensure of relative
23 caregivers as foster parents. Agencies shall receive \$2,300.00 for
24 each facilitated licensure. The agency facilitating the licensure
25 would retain the placement and continue to provide case management
26 services for at least 50% of the newly licensed cases for which the
27 placement was appropriate to the agency. Up to 50% of the newly

1 licensed cases would have direct foster care services provided by
2 the department.

3 (2) From the funds appropriated for foster care payments,
4 \$375,000.00 is allocated to support family incentive grants to
5 private and community-based foster care service providers to assist
6 with home improvements or payment for physical exams for applicants
7 needed by foster families to accommodate foster children.

8 Sec. 583. By February 1 of the current fiscal year, the
9 department shall provide to the senate and house appropriations
10 subcommittees on the department budget, the senate and house
11 standing committees on families and human services, and the senate
12 and house fiscal agencies and policy offices a report that
13 includes:

14 (a) The number and percentage of foster parents that dropped
15 out of the program in the previous fiscal year and the reasons the
16 foster parents left the program and how those figures compare to
17 prior fiscal years.

18 (b) The number and percentage of foster parents successfully
19 retained in the previous fiscal year and how those figures compare
20 to prior fiscal years.

21 Sec. 585. The department shall make available at least 1 pre-
22 service training class each month in which new caseworkers for
23 private foster care and adoption agencies can enroll.

24 Sec. 587. (1) From the funds appropriated in part 1 to in-home
25 community care programs, \$1,500,000.00 shall be used to expand or
26 create new in-home care and community-based juvenile justice
27 services to rural counties through a contract process. Counties

1 that received funds for the purpose described in section 587 of
2 article X of 2013 PA 59 are not eligible to receive the funds in
3 this section. The department shall expend the full amount of funds
4 for the purpose described in this section by September 1 of the
5 current fiscal year.

6 (2) By March 1 of the current fiscal year, the department
7 shall submit a report that describes the program expansion and
8 expenditures in detail to the senate and house appropriations
9 subcommittees on the department budget, the senate and house fiscal
10 agencies, and the senate and house policy offices.

11 Sec. 588. (1) Concurrently with public release, the department
12 shall transmit all reports from the court-appointed settlement
13 monitor, including, but not limited to, the needs assessment and
14 period outcome reporting, to the state budget office, the senate
15 and house appropriations subcommittees on the department budget,
16 and the senate and house fiscal agencies, without revision.

17 (2) The department shall report quarterly to the state budget
18 office, the senate and house appropriations subcommittees on the
19 department budget, and the senate and house fiscal agencies, on the
20 number of children enrolled in the guardianship assistance and
21 foster care - children with serious emotional disturbance waiver
22 programs.

23 Sec. 590. From the funds appropriated in part 1, the
24 department shall provide \$30,000.00 for the task force on the
25 prevention of sexual abuse of children defined under section 12b of
26 the child protection law, 1975 PA 238, MCL 722.632b. Use of funds
27 shall be limited to providing reimbursements to task force members

1 for mileage and other travel expenses related to task force
2 operations.

3 **PUBLIC ASSISTANCE**

4 Sec. 601. Whenever a client agrees to the release of his or
5 her name and address to the local housing authority, the department
6 shall request from the local housing authority information
7 regarding whether the housing unit for which vendoring has been
8 requested meets applicable local housing codes. Vendoring shall be
9 terminated for those units that the local authority indicates in
10 writing do not meet local housing codes until such time as the
11 local authority indicates in writing that local housing codes have
12 been met.

13 Sec. 602. The department shall establish a policy to conduct a
14 full evaluation of an individual's assistance needs if the
15 individual has applied for disability 2 times within a 1-year
16 period. Subject to federal approval, individuals are not permitted
17 to apply for disability assistance more than 2 times in 1 year.

18 Sec. 603. (1) The department shall conduct a workgroup in
19 conjunction with the department of community health and members
20 from both the senate and house of representatives to determine how
21 the state can maximize Medicaid claims for community-based and
22 outpatient treatment services to foster care children and
23 adjudicated youths who are placed in community-based treatment
24 programs. The workgroup shall address the following questions and
25 develop an action plan to implement the feasible items:

26 (a) Could the department of community health change Medicaid

1 health plan contracts to require the use of the child and
2 adolescent needs and strengths assessment tool?

3 (b) Could the thresholds for the screening tools for children
4 with mild to moderate mental health needs be changed?

5 (c) Could the 20-session limit for children and youths not
6 labeled seriously emotionally disturbed be changed to increase
7 coverage?

8 (d) Could therapeutic interventions such as in-home services
9 or wraparound be substituted for current talk therapy benefits?

10 (e) Could the community mental health services program provide
11 the mild to moderate treatment that the Medicaid health plans
12 currently provide and does federal law permit this change?

13 (f) Regarding assessment of children with serious emotional
14 disturbance, which assessment takes precedence if more than 1 tool
15 was used in an evaluation and the conclusions differ?

16 (g) Could the thresholds to determine serious emotional
17 disturbance be changed, and if so, would a change impact Medicaid
18 eligibility and funding?

19 (h) Is there a cap on the 1915B waiver, and if not, in what
20 ways could this state access additional intervention services for
21 children with serious emotional disturbance?

22 (i) How can the department, the department of community
23 health, and the courts take an active role to ensure that
24 adjudicated youths who remain at home are enrolled in Medicaid, if
25 eligible?

26 (j) What are the needed changes to create a clear policy on
27 suspension or termination of Medicaid for adjudicated youths?

1 (k) What are the needed changes to update Medicaid system
2 changes?

3 (l) What can the department do to train the courts on Medicaid
4 eligibility and policy regarding adjudicated youths?

5 (2) By March 1, 2015, the department shall provide to the
6 senate and house appropriations subcommittees on the department
7 budget, the senate and house fiscal agencies, the senate and house
8 policy offices, and the state budget office a report on the
9 workgroup findings and requirements described in subsection (1).

10 Sec. 604. (1) The department shall operate a state disability
11 assistance program. Except as provided in subsection (3), persons
12 eligible for this program shall include needy citizens of the
13 United States or aliens exempted from the supplemental security
14 income citizenship requirement who are at least 18 years of age or
15 emancipated minors meeting 1 or more of the following requirements:

16 (a) A recipient of supplemental security income, social
17 security, or medical assistance due to disability or 65 years of
18 age or older.

19 (b) A person with a physical or mental impairment which meets
20 federal supplemental security income disability standards, except
21 that the minimum duration of the disability shall be 90 days.
22 Substance abuse alone is not defined as a basis for eligibility.

23 (c) A resident of an adult foster care facility, a home for
24 the aged, a county infirmary, or a substance abuse treatment
25 center.

26 (d) A person receiving 30-day postresidential substance abuse
27 treatment.

1 (e) A person diagnosed as having acquired immunodeficiency
2 syndrome.

3 (f) A person receiving special education services through the
4 local intermediate school district.

5 (g) A caretaker of a disabled person who meets the
6 requirements specified in subdivision (a), (b), (e), or (f).

7 (2) Applicants for and recipients of the state disability
8 assistance program shall be considered needy if they:

9 (a) Meet the same asset test as is applied for the family
10 independence program.

11 (b) Have a monthly budgetable income that is less than the
12 payment standards.

13 (3) Except for a person described in subsection (1)(c) or (d),
14 a person is not disabled for purposes of this section if his or her
15 drug addiction or alcoholism is a contributing factor material to
16 the determination of disability. "Material to the determination of
17 disability" means that, if the person stopped using drugs or
18 alcohol, his or her remaining physical or mental limitations would
19 not be disabling. If his or her remaining physical or mental
20 limitations would be disabling, then the drug addiction or
21 alcoholism is not material to the determination of disability and
22 the person may receive state disability assistance. Such a person
23 must actively participate in a substance abuse treatment program,
24 and the assistance must be paid to a third party or through vendor
25 payments. For purposes of this section, substance abuse treatment
26 includes receipt of inpatient or outpatient services or
27 participation in alcoholics anonymous or a similar program.

1 Sec. 605. The level of reimbursement provided to state
2 disability assistance recipients in licensed adult foster care
3 facilities shall be the same as the prevailing supplemental
4 security income rate under the personal care category.

5 Sec. 606. County department offices shall require each
6 recipient of family independence program and state disability
7 assistance who has applied with the social security administration
8 for supplemental security income to sign a contract to repay any
9 assistance rendered through the family independence program or
10 state disability assistance program upon receipt of retroactive
11 supplemental security income benefits.

12 Sec. 607. (1) The department's ability to satisfy
13 appropriation deductions in part 1 for state disability
14 assistance/supplemental security income recoveries and public
15 assistance recoupment revenues shall not be limited to recoveries
16 and accruals pertaining to state disability assistance, or family
17 independence assistance grant payments provided only in the current
18 fiscal year, but may include revenues collected during the current
19 year that are prior year related and not a part of the department's
20 accrued entries.

21 (2) The department may use supplemental security income
22 recoveries to satisfy the deduct in any line in which the revenues
23 are appropriated, regardless of the source from which the revenue
24 is recovered.

25 Sec. 608. Adult foster care facilities providing domiciliary
26 care or personal care to residents receiving supplemental security
27 income or homes for the aged serving residents receiving

1 supplemental security income shall not require those residents to
2 reimburse the home or facility for care at rates in excess of those
3 legislatively authorized. To the extent permitted by federal law,
4 adult foster care facilities and homes for the aged serving
5 residents receiving supplemental security income shall not be
6 prohibited from accepting third-party payments in addition to
7 supplemental security income provided that the payments are not for
8 food, clothing, shelter, or result in a reduction in the
9 recipient's supplemental security income payment.

10 Sec. 609. The state supplementation level under the
11 supplemental security income program for the personal care/adult
12 foster care and home for the aged categories shall not be reduced
13 during the current fiscal year. The legislature shall be notified
14 not less than 30 days before any proposed reduction in the state
15 supplementation level.

16 Sec. 610. (1) In developing good cause criteria for the state
17 emergency relief program, the department shall grant exemptions if
18 the emergency resulted from unexpected expenses related to
19 maintaining or securing employment.

20 (2) For purposes of determining housing affordability
21 eligibility for state emergency relief, a group is considered to
22 have sufficient income to meet ongoing housing expenses if their
23 total housing obligation does not exceed 75% of their total net
24 income.

25 (3) State emergency relief payments shall not be made to
26 individuals who have been found guilty of fraud in regard to
27 obtaining public assistance.

1 (4) State emergency relief payments shall not be made
2 available to persons who are out-of-state residents or illegal
3 immigrants.

4 (5) State emergency relief payments for rent assistance shall
5 be distributed directly to landlords and shall not be added to
6 Michigan bridge cards.

7 Sec. 611. The state supplementation level under the
8 supplemental security income program for the living independently
9 or living in the household of another categories shall not exceed
10 the minimum state supplementation level as required under federal
11 law or regulations.

12 Sec. 612. The department shall implement an asset test as part
13 of the eligibility determination for applicants and existing
14 recipients of the refugee assistance program medical benefits.

15 Sec. 613. The department shall provide reimbursements for the
16 final disposition of indigent persons. The maximum allowable
17 reimbursement for the final disposition shall be \$800.00. In
18 addition, reimbursement for a cremation permit fee of up to \$75.00
19 and for mileage at the standard rate will also be made available
20 for an eligible cremation. The reimbursements under this section
21 shall account for religious preferences that prohibit cremation.

22 Sec. 614. The department shall provide to the senate and house
23 appropriations subcommittees on the department budget, the senate
24 and house fiscal agencies, the senate and house policy offices, and
25 the state budget office a quarterly report on the standard of
26 promptness for medical review team reviews that were achieved by
27 every county.

1 Sec. 615. Except as required by federal law or regulations,
2 funds appropriated in part 1 shall not be used to provide public
3 assistance to a person who is an illegal alien. This section shall
4 not prohibit the department from entering into contracts with food
5 banks, emergency shelter providers, or other human services
6 agencies who may, as a normal part of doing business, provide food
7 or emergency shelter.

8 Sec. 616. (1) The department shall require retailers that
9 participate in the electronic benefits transfer program to charge
10 no more than \$2.50 in fees for cash back as a condition of
11 participation.

12 (2) By September 1 of the current fiscal year, the department
13 shall submit to the senate and house appropriations subcommittees
14 on the department budget, the senate and house fiscal agencies, and
15 the senate and house policy offices a report that includes a list
16 of all retailers that have charged a fee described in subsection
17 (1) that was in excess of \$2.50.

18 Sec. 617. The department shall prepare a report on the number
19 and percentage of public assistance recipients, categorized by type
20 of assistance received, who were no longer eligible for assistance
21 because of their status in the law enforcement information network
22 and provide the report by February 15 of the current fiscal year to
23 the senate and house appropriations subcommittees on the department
24 budget, the senate and house standing committees on families and
25 human services, and the senate and house fiscal agencies and policy
26 offices.

27 Sec. 619. (1) Subject to subsection (2), the department shall

1 exempt from the denial of title IV-A assistance and food assistance
2 benefits under 21 USC 862a any individual who has been convicted of
3 a felony that included the possession, use, or distribution of a
4 controlled substance, after August 22, 1996, provided that the
5 individual is not in violation of his or her probation or parole
6 requirements. Benefits shall be provided to such individuals as
7 follows:

8 (a) A third-party payee or vendor shall be required for any
9 cash benefits provided.

10 (b) An authorized representative shall be required for food
11 assistance receipt.

12 (2) Subject to federal approval, an individual is not entitled
13 to the exemption in this section if the individual was convicted in
14 2 or more separate cases of a felony that included the possession,
15 use, or distribution of a controlled substance after August 22,
16 1996.

17 Sec. 620. The department shall make a determination of
18 Medicaid eligibility not later than 60 days after all information
19 to make the determination is received from the applicant if
20 disability is an eligibility factor. For all other Medicaid
21 applicants, including patients of a nursing home, the department
22 shall make a determination of Medicaid eligibility within 45 days
23 of application.

24 Sec. 622. (1) Subject to federal rules and regulations, the
25 department shall implement a 1-page application for disability
26 redetermination for all disability redetermination applications and
27 cases no later than November 1, 2014.

1 (2) If the department is not able to implement the 1-page
2 application described in subsection (1), the department shall
3 submit a report to the senate and house appropriations
4 subcommittees on the department budget, the senate and house fiscal
5 agencies, and the senate and house policy offices by November 1 of
6 the current fiscal year that explains the barriers to
7 implementation.

8 Sec. 643. As a condition of receipt of federal TANF funds,
9 homeless shelters and human services agencies shall collaborate
10 with the department to obtain necessary TANF eligibility
11 information on families as soon as possible after admitting a
12 family to the homeless shelter. From the funds appropriated in part
13 1 for homeless programs, the department is authorized to make
14 allocations of TANF funds only to the agencies that report
15 necessary data to the department for the purpose of meeting TANF
16 eligibility reporting requirements. Homeless shelters or human
17 services agencies that do not report necessary data to the
18 department for the purpose of meeting TANF eligibility reporting
19 requirements will not receive reimbursements which exceed the per
20 diem amount they received in fiscal year 2000. The use of TANF
21 funds under this section should not be considered an ongoing
22 commitment of funding.

23 Sec. 645. An individual or family is considered homeless, for
24 purposes of eligibility for state emergency relief, if living
25 temporarily with others in order to escape domestic violence. For
26 purposes of this section, domestic violence is defined and verified
27 in the same manner as in the department's policies on good cause

1 for not cooperating with child support and paternity requirements.

2 Sec. 653. From the funds appropriated in part 1 for food
3 assistance, an individual who is the victim of domestic violence
4 and does not qualify for any other exemption may be exempt from the
5 3-month in 36-month limit on receiving food assistance under 7 USC
6 2015. This exemption can be extended an additional 3 months upon
7 demonstration of continuing need.

8 Sec. 655. Within 14 days after the spending plan for low-
9 income home energy assistance program is approved by the state
10 budget office, the department shall provide the spending plan,
11 including itemized projected expenditures, to the chairpersons of
12 the senate and house appropriations subcommittees on the department
13 budget, the senate and house fiscal agencies, and the senate and
14 house policy offices.

15 Sec. 657. The department shall notify persons eligible for
16 extended family independence program benefits under section 57s of
17 the social welfare act, 1939 PA 280, MCL 400.57s, that receiving
18 extended family independence program benefits will count toward the
19 federal and state lifetime limits.

20 Sec. 660. From the funds appropriated in part 1 for food bank
21 funding, the department is authorized to make allocations of TANF
22 funds only to the agencies that report necessary data to the
23 department for the purpose of meeting TANF eligibility reporting
24 requirements. The agencies that do not report necessary data to the
25 department for the purpose of meeting TANF eligibility reporting
26 requirements will not receive allocations in excess of those
27 received in fiscal year 2000. The use of TANF funds under this

1 section should not be considered an ongoing commitment of funding.

2 Sec. 669. The department shall allocate \$2,880,000.00 for the
3 annual clothing allowance. The allowance shall be granted to all
4 eligible children in a family independence program group that does
5 not include an adult.

6 Sec. 672. (1) The department's office of inspector general
7 shall report to the senate and house of representatives
8 appropriations subcommittees on the department budget, the senate
9 and house fiscal agencies, and the senate and house policy offices
10 by February 15 of the current fiscal year on department efforts to
11 reduce inappropriate use of Michigan bridge cards. The department
12 shall provide information on the number of recipients of services
13 who used their electronic benefit transfer card inappropriately and
14 the current status of each case, the number of recipients whose
15 benefits were revoked, whether permanently or temporarily, as a
16 result of inappropriate use, and the number of retailers that were
17 fined or removed from the electronic benefit transfer program for
18 permitting inappropriate use of the cards.

19 (2) As used in this section, "inappropriate use" means not
20 used to meet a family's ongoing basic needs, including food,
21 clothing, shelter, utilities, household goods, personal care items,
22 and general incidentals.

23 Sec. 677. (1) The department shall establish a state goal for
24 the percentage of family independence program cases involved in
25 employment activities. The percentage established shall not be less
26 than 50%. The goal for long-term employment shall be 15% of cases
27 for 6 months or more.

1 (2) On a monthly basis, the department shall report to the
2 senate and house appropriations subcommittees on the department
3 budget, the senate and house fiscal agencies and policy offices,
4 and the state budget director on the current percentage of family
5 independence program cases involved in partnership accountability
6 training hope (PATH) employment activities and an estimate of the
7 current percentage of family independence program cases that meet
8 federal work participation requirements.

9 (3) The department shall submit to the senate and house
10 appropriations subcommittees on the department budget, the senate
11 and house fiscal agencies, and the senate and house policy offices
12 a quarterly report that includes all of the following:

13 (a) The number and percentage of nonexempt family independence
14 program recipients who are employed.

15 (b) The average and range of wages of employed family
16 independence program recipients.

17 (c) The number and percentage of employed family independence
18 program recipients who remain employed for 6 months or more.

19 Sec. 686. (1) The department shall ensure that program policy
20 requires caseworkers to confirm that individuals presenting
21 personal identification issued by another state seeking assistance
22 through the family independence program, food assistance program,
23 state disability assistance program, or medical assistance program
24 are not receiving benefits from any other state.

25 (2) The department shall require caseworkers to confirm the
26 address provided by any individual seeking family independence
27 program benefits or state disability assistance benefits.

1 (3) The department shall prohibit individuals with property
2 assets assessed at a value higher than \$200,000.00 from accessing
3 assistance through department-administered programs, unless such a
4 prohibition would violate federal rules and guidelines.

5 (4) The department shall require caseworkers to obtain an up-
6 to-date telephone number during the eligibility determination or
7 redetermination process for individuals seeking medical assistance
8 benefits. On a monthly basis, the department shall provide the
9 department of community health an updated list of telephone numbers
10 for medical assistance recipients.

11 Sec. 687. (1) The department shall, on a quarterly basis,
12 compile and make available on its website all of the following
13 information about the family independence program, state disability
14 assistance, the food assistance program, Medicaid, and state
15 emergency relief:

16 (a) The number of applications received.

17 (b) The number of applications approved.

18 (c) The number of applications denied.

19 (d) The number of applications pending and neither approved
20 nor denied.

21 (e) The number of cases closed.

22 (2) The information provided under subsection (1) shall be
23 compiled and made available for the state as a whole and for each
24 county and reported separately for each program listed in
25 subsection (1).

26 (3) The department shall, on a quarterly basis, compile and
27 make available on its website the family independence program

1 information listed as follows:

2 (a) The number of new applicants who successfully met the
3 requirements of the 21-day assessment period for partnership
4 accountability training hope.

5 (b) The number of new applicants who did not meet the
6 requirements of the 21-day assessment period for partnership
7 accountability training hope.

8 (c) The number of cases sanctioned because of the school
9 truancy policy.

10 (d) The number of cases closed because of the 48-month and 60-
11 month lifetime limits.

12 (e) The number of first-, second-, and third-time sanctions.

13 (f) The number of children ages 0-5 living in FIP-sanctioned
14 households.

15 (4) The department shall notify the state budget office, the
16 senate and house appropriations subcommittees on the department
17 budget, the senate and house fiscal agencies, and the senate and
18 house policy offices when the reports required in this section are
19 made available on the department's website.

20 Sec. 695. (1) From the money appropriated in part 1 for
21 services for multicultural integration funding, the department
22 shall competitively award grants in accordance with the
23 requirements of subsection (2). This state is not liable for any
24 spending above the contract amount.

25 (2) From the money appropriated in part 1 for services for
26 multicultural integration funding, the department shall require
27 each contractor to comply with performance related metrics to

1 maintain its eligibility for funding. The organizational metrics
2 must include, but not be limited to, all of the following:

3 (a) Each contractor or subcontractor must have accreditations
4 that attest to its competency and effectiveness as behavioral
5 health and social service agencies.

6 (b) Each contractor or subcontractor must have a mission that
7 is consistent with the purpose of the mental health and social
8 services appropriations for multicultural integration funding.

9 (c) Each contractor must validate that any subcontractors used
10 within these appropriations share the same mission as the lead
11 agency receiving funding.

12 (d) Each contractor or subcontractor must demonstrate cost-
13 effectiveness.

14 (e) Each contractor or subcontractor must ensure its ability
15 to leverage private dollars to strengthen and maximize service
16 provision.

17 (f) Each contractor or subcontractor must provide timely and
18 accurate reports regarding the number of clients served, units of
19 service provision, and ability to meet its stated goals.

20 (3) The department shall require an annual report from the
21 contractors that receive services for multicultural integration
22 funding. The annual report, due 60 days following the end of the
23 contract period, must include specific information on services and
24 programs provided, the client base to which the services and
25 programs were provided, information on any wraparound services
26 provided, and the expenditures for the services. The department
27 shall provide the annual reports to the senate and house

1 appropriations subcommittees on human services, the senate and
2 house fiscal agencies, and the state budget office.

3 Sec. 696. (1) From the money appropriated in part 1 for
4 services for Chaldean community foundation, the department shall
5 competitively award grants in accordance with the requirements of
6 subsection (2). This state is not liable for any spending above the
7 contract amount.

8 (2) From the money appropriated in part 1 for services for
9 Chaldean community foundation, the department shall require each
10 contractor to comply with performance related metrics to maintain
11 its eligibility for funding. The organizational metrics must
12 include, but not be limited to, all of the following:

13 (a) Each contractor or subcontractor must have accreditations
14 that attest to its competency and effectiveness as behavioral
15 health and social service agencies.

16 (b) Each contractor or subcontractor must have a mission that
17 is consistent with the purpose of the mental health and social
18 services appropriations for Chaldean community foundation.

19 (c) Each contractor must validate that any subcontractors used
20 within these appropriations share the same mission as the lead
21 agency receiving funding.

22 (d) Each contractor or subcontractor must demonstrate cost-
23 effectiveness.

24 (e) Each contractor or subcontractor must ensure its ability
25 to leverage private dollars to strengthen and maximize service
26 provision.

27 (f) Each contractor or subcontractor must provide timely and

1 accurate reports regarding the number of clients served, units of
2 service provision, and ability to meet its stated goals.

3 (3) The department shall require an annual report from the
4 contractors that receive services for Chaldean community
5 foundation. The annual report, due 60 days following the end of the
6 contract period, must include specific information on services and
7 programs provided, the client base to which the services and
8 programs were provided, information on any wraparound services
9 provided, and the expenditures for those services. The department
10 shall provide the annual reports to the senate and house
11 appropriations subcommittees on human services, the senate and
12 house fiscal agencies, and the state budget office.

13 **JUVENILE JUSTICE SERVICES**

14 Sec. 701. The department shall not alter the terms of any
15 signed contract with a private residential facility serving
16 children under state or court supervision without written consent
17 from a representative of the private residential facility.

18 Sec. 702. By December 1, 2014, the department, in conjunction
19 with the department of community health, shall submit a waiver
20 request to the federal government to expand Medicaid coverage to
21 children in need of secure residential treatment in this state. The
22 waiver request must include a plan to provide secure stabilization
23 services, assessment, and treatment. The request must include
24 recommendations to make 1 or more of the public juvenile detention
25 facilities or private secure residential facilities eligible to be
26 Medicaid providers. To the extent feasible, the request must use

1 the Medicaid reimbursement model that is currently in place in
2 Vermont at the Woodside Juvenile Rehabilitation Center.

3 (2) The department shall submit to the senate and house
4 appropriations subcommittees on the department budget, the senate
5 and house fiscal agencies, the senate and house policy offices, and
6 the state budget office by December 15 of the current fiscal year a
7 copy of the waiver request described in subsection (1).

8 (3) The department shall submit to the senate and house
9 appropriations subcommittees on the department budget, the senate
10 and house fiscal agencies, the senate and house policy offices, and
11 the state budget office by March 1 of the current fiscal year a
12 report on the status of the Medicaid waiver request described in
13 subsection (1).

14 Sec. 703. (1) From the funds appropriated in part 1 for
15 juvenile justice vision 20/20, the department shall allocate
16 \$2,850,000.00 for the information technology services and projects
17 described in subsection (2). Any unexpended or unencumbered funds
18 appropriated for the services and projects described in subsection
19 (2) are considered work project appropriations and are available
20 for expenditure in the succeeding fiscal year.

21 (2) The department shall use the money described in subsection
22 (1) to implement a database for use by the department, circuit and
23 probate courts, private juvenile justice agencies, and the state
24 court administrative office that tracks statistical and demographic
25 data on adjudicated juveniles. The following is in compliance with
26 section 451a(1) of the management and budget act, 1984 PA 431, MCL
27 18.1451a:

1 (a) The purpose of the project is to implement a new juvenile
2 justice data sharing model that will track data on adjudicated
3 juveniles.

4 (b) The project will be accomplished by state employees,
5 contracts with private vendors, and juvenile justice stakeholders.

6 (c) The total estimated cost of the project is \$5,550,000.00.

7 (d) From the money appropriated in part 1 for juvenile justice
8 vision 20/20, the department shall allocate \$950,000.00 to the
9 project by December 1, 2014 of the current fiscal year.

10 (e) The tentative completion date is September 30, 2018.

11 (3) The department shall submit to the senate and house
12 appropriations subcommittees on the department budget, the senate
13 and house fiscal agencies, the senate and house policy offices, and
14 the state budget office by March 1 of the current fiscal year a
15 report on the implementation items described in subsections (1) and
16 (2).

17 Sec. 706. Counties shall be subject to 50% chargeback for the
18 use of alternative regional detention services, if those detention
19 services do not fall under the basic provision of section 117e of
20 the social welfare act, 1939 PA 280, MCL 400.117e, or if a county
21 operates those detention services programs primarily with
22 professional rather than volunteer staff.

23 Sec. 707. In order to be reimbursed for child care fund
24 expenditures, counties are required to submit department-developed
25 reports to enable the department to document potential federally
26 claimable expenditures. This requirement is in accordance with the
27 reporting requirements specified in section 117a(7) of the social

1 welfare act, 1939 PA 280, MCL 400.117a.

2 Sec. 708. (1) As a condition of receiving funds appropriated
3 in part 1 for the child care fund line item, by December 15 of the
4 current fiscal year, counties shall have an approved service
5 spending plan for the current fiscal year. Counties must submit the
6 service spending plan to the department by October 1 of the current
7 fiscal year for approval. The department shall approve within 30
8 calendar days after receipt a properly completed service plan that
9 complies with the requirements of the social welfare act, 1939 PA
10 280, MCL 400.1 to 400.119b, and shall notify a county within 30
11 days after approval that its service plan was approved.

12 (2) The department shall submit a report to the house and
13 senate appropriations subcommittees on the department budget, the
14 house and senate fiscal agencies, and the house and senate policy
15 offices by February 15 of the current fiscal year on the number of
16 counties that fail to submit a service spending plan by October 1
17 and the number of service spending plans not approved by December
18 15.

19 Sec. 709. (1) The department shall conduct annual financial
20 reviews of the expenditures claimed by the counties in the child
21 care fund and shall not reimburse counties for ineligible claims.

22 (2) The department shall report to the senate and house
23 appropriations subcommittees on the department budget, the senate
24 and house fiscal agencies, the senate and house policy offices, and
25 the state budget office by March 1 of the current fiscal year on
26 the total number of items disallowed in the county child care fund
27 spending plans by county.

1 Sec. 711. By March 1, 2015, the department shall submit to the
2 senate and house appropriations subcommittees on the department
3 budget, the senate and house fiscal agencies, and the senate and
4 house policy offices a report that includes the findings of the
5 study referred to in section 711 of article X of 2013 PA 59.

6 Sec. 719. The department shall notify the legislature at least
7 30 days before closing or making any change in the status,
8 including the licensed bed capacity and operating bed capacity, of
9 a state juvenile justice facility.

10 LOCAL OFFICE SERVICES

11 Sec. 750. From the funds appropriated in part 1 for donated
12 funds positions, the department shall enter into a contract with
13 any agency or private entity that places a request for a donated
14 funds position and is able to provide the required matching funds
15 for federal funding. The department may require any agency or
16 private entity that requests these funds to achieve performance
17 objectives that measure effective and efficient enrollment of
18 eligible individuals for Medicaid and other public assistance
19 programs that are operated by this department.

20 Sec. 751. The department shall submit to the senate and house
21 appropriations subcommittees on the department budget, the senate
22 and house fiscal agencies, the senate and house policy offices, and
23 the state budget office a quarterly report on the implementation
24 status of the Healthy Michigan call center that includes all of the
25 following information:

26 (a) Quarterly 1-time expenditures by category of spending.

1 (b) Quarterly ongoing expenditures by category of spending.

2 (c) Projected expenditures for the remainder of the current
3 fiscal year by category of spending.

4 (d) Number of Medicaid applications completed by the Healthy
5 Michigan call center staff and submitted on behalf of clients.

6 **CHILD SUPPORT ENFORCEMENT**

7 Sec. 901. (1) The appropriations in part 1 assume a total
8 federal child support incentive payment of \$26,500,000.00.

9 (2) From the federal money received for child support
10 incentive payments, \$12,000,000.00 shall be retained by the state
11 and expended for child support program expenses.

12 (3) From the federal money received for child support
13 incentive payments, \$14,500,000.00 shall be paid to the counties
14 based on each county's performance level for each of the federal
15 performance measures as established in 45 CFR 305.2.

16 (4) If the child support incentive payment to the state from
17 the federal government is greater than \$26,500,000.00, then 100% of
18 the excess shall be retained by the state and is appropriated until
19 the total retained by the state reaches \$15,397,400.00.

20 (5) If the child support incentive payment to the state from
21 the federal government is greater than the amount needed to satisfy
22 the provisions identified in subsections (1), (2), (3), and (4),
23 the additional funds shall be subject to appropriation by the
24 legislature.

25 (6) If the child support incentive payment to the state from
26 the federal government is less than \$26,500,000.00, then the state

1 and county share shall each be reduced by 50% of the shortfall.

2 Sec. 909. (1) If statewide retained child support collections
3 exceed \$38,300,000.00, 75% of the amount in excess of
4 \$38,300,000.00 is appropriated to legal support contracts. This
5 excess appropriation may be distributed to eligible counties to
6 supplement and not supplant county title IV-D funding.

7 (2) Each county whose retained child support collections in
8 the current fiscal year exceed its fiscal year 2004-2005 retained
9 child support collections, excluding tax offset and financial
10 institution data match collections in both the current year and
11 fiscal year 2004-2005, shall receive its proportional share of the
12 75% excess.

13 Sec. 910. (1) If title IV-D-related child support collections
14 are escheated, the state budget director is authorized to adjust
15 the sources of financing for the funds appropriated in part 1 for
16 legal support contracts to reduce federal authorization by 66% of
17 the escheated amount and increase general fund/general purpose
18 authorization by the same amount. This budget adjustment is
19 required to offset the loss of federal revenue due to the escheated
20 amount being counted as title IV-D program income in accordance
21 with federal regulations at 45 CFR 304.50.

22 (2) The department shall notify the chairs of the house and
23 senate appropriations subcommittees on the department budget and
24 the house and senate fiscal agencies within 15 days of the
25 authorization adjustment in subsection (1).

26 **INFORMATION TECHNOLOGY**

1 Sec. 1001. The department shall reduce the number of computers
2 used by staff and receiving technical support from the department
3 of technology, management, and budget by 1,000 no later than
4 November 1, 2014.

5 COMMUNITY ACTION AND ECONOMIC OPPORTUNITY

6 Sec. 1106. (1) By November 1, 2014, the department shall work
7 in conjunction with the department of community health and the
8 Michigan state housing development authority to appoint members to
9 a joint task force to review housing rehabilitation, energy and
10 weatherization, and hazard abatement program policies and to make
11 recommendations for integrating and coordinating project delivery
12 with the goals of serving more families and achieving better
13 outcomes by maximizing state and federal resources. The task force
14 shall include a representative of the healthy homes section, lead
15 safe home program, the department of community health, a
16 construction management specialist, community development division,
17 Michigan state housing development authority, an energy and
18 weatherization staff representative from the department, a local
19 weatherization operator, a certified lead professional or a
20 certified lead contractor, and representatives from at least 2
21 community organizations that address harmful housing conditions.
22 The department of community health and the Michigan state housing
23 development authority shall organize the initial meeting of the
24 task force and shall provide administrative support for the task
25 force.

26 (2) By March 1, 2015, the task force described in subsection

1 (1) shall provide to the house and senate chairs of the
2 appropriations subcommittees for the budgets of the department, the
3 department of community health, and the Michigan state housing
4 development authority, the senate and house fiscal agencies, and
5 the senate and house policy offices a report of its findings and
6 recommendations.

7 Sec. 1107. The department and community action agencies shall
8 give first priority for weatherization services to eligible clients
9 who have a child with a documented blood lead level above 5
10 micrograms per deciliter ($\mu\text{g}/\text{dL}$).

11 Sec. 1108. From the funds appropriated in part 1 for school
12 success partnership program, the department shall allocate
13 \$300,000.00 to expand the northeast Michigan community service
14 agency programming to 4 new counties.