

**SUBSTITUTE FOR  
HOUSE BILL NO. 5784**

A bill to make appropriations for the department of health and human services for the fiscal year ending September 30, 2023; and to provide for the expenditure of the appropriations.

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

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PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of health and human services for the fiscal year ending September 30, 2023, from the following funds:

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**DEPARTMENT OF HEALTH AND HUMAN SERVICES**

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**APPROPRIATION SUMMARY**

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Full-time equated unclassified positions	6.0
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Full-time equated classified positions	15,578.5
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1	Average population	770.0	
2	<b>GROSS APPROPRIATION</b>		<b>\$ 32,929,661,400</b>
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and		
5	intradepartmental transfers		14,696,000
6	<b>ADJUSTED GROSS APPROPRIATION</b>		<b>\$ 32,914,965,400</b>
7	Federal revenues:		
8	Social security act, temporary assistance for		
9	needy families		540,619,800
10	Capped federal revenues		471,436,200
11	Coronavirus state fiscal recovery fund		172,500,000
12	Total other federal revenues		22,370,210,100
13	Special revenue funds:		
14	Total local revenues		167,407,700
15	Total private revenues		179,716,400
16	Michigan merit award trust fund		61,268,700
17	Total other state restricted revenues		2,931,759,400
18	<b>State general fund/general purpose</b>		<b>\$ 6,020,047,100</b>
19	<b>Sec. 102. DEPARTMENTAL ADMINISTRATION AND</b>		
20	<b>SUPPORT</b>		
21	Full-time equated unclassified positions	6.0	
22	Full-time equated classified positions	856.4	
23	Unclassified salaries--FTEs	6.0	\$ 1,336,600
24	Administrative hearings officers		10,004,500
25	Demonstration projects--FTEs	7.0	7,070,800
26	Departmental administration and management--		
27	FTEs	632.4	103,951,700
28	Legal services		12,300,000

1	Office of inspector general--FTEs	197.0	25,965,700
2	Property management		64,701,200
3	Terminal leave payments		7,092,100
4	Training and program support--FTEs	20.0	2,616,500
5	Warehouse operations		3,400,000
6	Worker's compensation		8,682,500
7	<b>GROSS APPROPRIATION</b>		<b>\$ 247,121,600</b>
8	Appropriated from:		
9	Interdepartmental grant revenues:		
10	IDG from department of education		1,951,100
11	IDG from department of technology, management,		
12	and budget - office of retirement services		600
13	Federal revenues:		
14	Social security act, temporary assistance for		
15	needy families		24,652,100
16	Capped federal revenues		18,584,800
17	Total other federal revenues		71,944,600
18	Special revenue funds:		
19	Total local revenues		86,000
20	Total private revenues		3,847,500
21	Total other state restricted revenues		1,342,800
22	<b>State general fund/general purpose</b>		<b>\$ 124,712,100</b>
23	<b>Sec. 103. CHILD SUPPORT ENFORCEMENT</b>		
24	Full-time equated classified positions	193.7	
25	Child support enforcement operations--FTEs	187.7	\$ 25,769,000
26	Child support incentive payments		24,409,600
27	Legal support contracts		113,600,300
28	State disbursement unit--FTEs	6.0	7,365,800

1	<b>GROSS APPROPRIATION</b>		<b>\$</b>	<b>171,144,700</b>
2	Appropriated from:			
3	Federal revenues:			
4	Capped federal revenues			14,839,600
5	Total other federal revenues			131,015,800
6	<b>State general fund/general purpose</b>		<b>\$</b>	<b>25,289,300</b>
7	<b>Sec. 104. COMMUNITY SERVICES AND OUTREACH</b>			
8	Full-time equated classified positions	76.6		
9	Bureau of community services and outreach--FTEs	24.0	\$	3,482,700
10	Child advocacy centers--FTE	0.5		3,407,000
11	Community services and outreach administration--			
12	-FTEs	19.0		5,345,000
13	Community services block grant			25,840,000
14	Crime victim grants administration services--			
15	FTEs	17.0		3,045,200
16	Crime victim justice assistance grants			98,681,900
17	Crime victim rights services grants			19,869,900
18	Diaper assistance grant			1,500,000
19	Domestic violence prevention and treatment--			
20	FTEs	15.6		18,357,000
21	Homeless programs			24,082,500
22	Housing and support services			13,031,000
23	Human trafficking intervention services			200,000
24	Rape prevention and services--FTE	0.5		5,097,300
25	Runaway and homeless youth grants			7,784,100
26	School success partnership program			525,000
27	Uniform statewide sexual assault evidence kit			
28	tracking system			225,100

1	Weatherization assistance		15,505,000
2	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>245,978,700</b>
3	Appropriated from:		
4	Federal revenues:		
5	Social security act, temporary assistance for		
6	needy families		17,844,300
7	Capped federal revenues		62,405,000
8	Total other federal revenues		117,597,800
9	Special revenue funds:		
10	Child advocacy centers fund		1,407,000
11	Compulsive gambling prevention fund		1,040,500
12	Crime victim's rights fund		18,764,100
13	Sexual assault victims' prevention and		
14	treatment fund		3,000,000
15	<b>State general fund/general purpose</b>	<b>\$</b>	<b>23,920,000</b>
16	<b>Sec. 105. CHILDREN'S SERVICES AGENCY - CHILD</b>		
17	<b>WELFARE</b>		
18	Full-time equated classified positions	4,154.2	
19	Adoption subsidies	\$	212,189,700
20	Adoption support services--FTEs	10.0	53,602,300
21	Attorney general contract		5,191,100
22	Child abuse and neglect - children's justice		
23	act--FTE	1.0	627,900
24	Child care fund		273,261,800
25	Child care fund - indirect cost allotment		3,500,000
26	Child legal representation		500,000
27	Child protection		2,050,300
28	Child welfare administration travel		390,000

1	Child welfare field staff - noncaseload		
2	compliance--FTEs	353.0	41,350,200
3	Child welfare institute--FTEs	53.0	9,331,000
4	Child welfare licensing--FTEs	59.0	7,357,400
5	Child welfare medical/psychiatric evaluations		10,428,500
6	Children's protective services - caseload		
7	staff--FTEs	1,615.0	171,293,200
8	Children's protective services supervisors--		
9	FTEs	387.0	47,996,600
10	Children's services administration--FTEs	202.2	24,251,200
11	Children's trust fund--FTEs	12.0	4,737,600
12	Contractual services, supplies, and materials		9,567,600
13	Court-appointed special advocates		1,000,000
14	Family preservation and prevention services		
15	administration--FTEs	9.0	1,412,100
16	Family preservation programs--FTEs	34.0	58,035,600
17	Foster care payments		331,246,200
18	Foster care services - caseload staff--FTEs	981.0	99,825,900
19	Foster care services supervisors--FTEs	227.0	31,054,200
20	Guardianship assistance program		11,741,200
21	Interstate compact		179,600
22	Peer coaches--FTEs	45.5	6,291,100
23	Performance-based funding implementation--FTEs	3.0	1,363,100
24	Permanency resource managers--FTEs	28.0	3,479,500
25	Prosecuting attorney contracts		8,142,800
26	Raise the age fund		16,838,900
27	Second line supervisors and technical staff--		
28	FTEs	126.0	19,848,000

1	Settlement monitor		2,219,900
2	Strong families/safe children		12,600,000
3	Title IV-E compliance and accountability		
4	office--FTEs	4.0	458,600
5	Youth in transition--FTEs	4.5	8,192,500
6	<b>GROSS APPROPRIATION</b>		<b>\$ 1,491,555,600</b>
7	Appropriated from:		
8	Interdepartmental grant revenues:		
9	IDG from department of education		244,400
10	Federal revenues:		
11	Social security act, temporary assistance for		
12	needy families		337,639,400
13	Capped federal revenues		111,535,400
14	Total other federal revenues		263,956,100
15	Special revenue funds:		
16	Local funds - county chargeback		42,770,200
17	Private - collections		2,700,000
18	Children's trust fund		2,895,300
19	Total other state restricted revenues		2,000,000
20	<b>State general fund/general purpose</b>		<b>\$ 727,814,800</b>
21	<b>Sec. 106. CHILDREN'S SERVICES AGENCY - JUVENILE</b>		
22	<b>JUSTICE</b>		
23	Full-time equated classified positions	120.5	
24	Bay Pines Center--FTEs	47.0	\$ 5,856,400
25	Committee on juvenile justice administration--		
26	FTEs	2.5	363,400
27	Committee on juvenile justice grants		3,000,000
28	Community support services--FTEs	3.0	2,137,100

1	County juvenile officers		3,977,600
2	Juvenile justice, administration and		
3	maintenance--FTEs	21.0	3,812,300
4	Shawono Center--FTEs	47.0	5,893,100
5	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>25,039,900</b>
6	Appropriated from:		
7	Federal revenues:		
8	Capped federal revenues		8,559,300
9	Special revenue funds:		
10	Local funds - state share education funds		1,362,600
11	Local funds - county chargeback		4,526,800
12	<b>State general fund/general purpose</b>	<b>\$</b>	<b>10,591,200</b>
13	<b>Sec. 107. PUBLIC ASSISTANCE</b>		
14	Full-time equated classified position	1.0	
15	Emergency services local office allocations	\$	8,813,500
16	Family independence program		56,013,500
17	Food assistance program benefits		4,188,184,600
18	Food Bank Council of Michigan		2,045,000
19	Indigent burial		4,369,100
20	Legal assistance		50,000
21	Low-income home energy assistance program		174,951,600
22	Michigan energy assistance program--FTE	1.0	50,000,000
23	Refugee assistance program		3,054,200
24	State disability assistance payments		3,576,700
25	State supplementation		54,992,200
26	State supplementation administration		1,806,100
27	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>4,547,856,500</b>
28	Appropriated from:		



1	Federal revenues:		
2	Social security act, temporary assistance for		
3	needy families		50,878,900
4	Capped federal revenues		178,005,800
5	Total other federal revenues		4,183,474,600
6	Special revenue funds:		
7	Child support collections		9,841,900
8	Low-income energy assistance fund		50,000,000
9	Public assistance recoupment revenue		4,820,000
10	Supplemental security income recoveries		914,400
11	<b>State general fund/general purpose</b>	<b>\$</b>	<b>69,920,900</b>
12	<b>Sec. 108. FIELD OPERATIONS AND SUPPORT SERVICES</b>		
13	Full-time equated classified positions	5,733.5	
14	Administrative support workers--FTEs	221.0	\$ 14,270,600
15	Adult services field staff--FTEs	520.0	62,342,500
16	Contractual services, supplies, and materials		24,919,700
17	Donated funds positions--FTEs	238.0	28,530,400
18	Elder Law of Michigan MiCAFE contract		350,000
19	Electronic benefit transfer (EBT)		7,989,000
20	Employment and training support services		4,219,100
21	Field policy and administration--FTEs	124.0	19,518,600
22	Field staff travel		8,109,900
23	Food assistance reinvestment--FTEs	16.0	7,446,700
24	Medical/psychiatric evaluations		1,120,100
25	Nutrition education--FTEs	2.0	33,062,900
26	Pathways to potential--FTEs	231.0	25,390,700
27	Public assistance field staff--FTEs	4,381.5	479,727,200
28	SSI advocacy legal services grant		100

1	<b>GROSS APPROPRIATION</b>		<b>\$</b>	<b>716,997,500</b>
2	Appropriated from:			
3	Interdepartmental grant revenues:			
4	IDG from department of corrections			120,200
5	IDG from department of education			7,772,200
6	Federal revenues:			
7	Social security act, temporary assistance for			
8	needy families			73,477,200
9	Capped federal revenues			55,236,500
10	Total other federal revenues			273,011,400
11	Special revenue funds:			
12	Local funds - donated funds			4,251,200
13	Private funds - donated funds			10,045,000
14	<b>State general fund/general purpose</b>		<b>\$</b>	<b>293,083,800</b>
15	<b>Sec. 109. DISABILITY DETERMINATION SERVICES</b>			
16	Full-time equated classified positions	585.4		
17	Disability determination operations--FTEs	581.3	\$	116,419,500
18	Retirement disability determination--FTEs	4.1		636,800
19	<b>GROSS APPROPRIATION</b>		<b>\$</b>	<b>117,056,300</b>
20	Appropriated from:			
21	Interdepartmental grant revenues:			
22	IDG from department of technology, management,			
23	and budget - office of retirement services			813,400
24	Federal revenues:			
25	Total other federal revenues			112,224,900
26	<b>State general fund/general purpose</b>		<b>\$</b>	<b>4,018,000</b>
27	<b>Sec. 110. BEHAVIORAL HEALTH PROGRAM</b>			
28	<b>ADMINISTRATION AND SPECIAL PROJECTS</b>			

1	Full-time equated classified positions	107.0	
2	Behavioral health program administration--FTEs	76.0	\$ 51,405,200
3	Community substance use disorder prevention,		
4	education, and treatment--FTEs	9.0	79,705,200
5	Family support subsidy		10,195,100
6	Federal and other special projects		2,535,600
7	Gambling addiction--FTE	1.0	5,518,200
8	Mental health diversion council		3,850,000
9	Office of recipient rights--FTEs	21.0	2,920,100
10	Opioid response activities		83,155,600
11	Protection and advocacy services support		194,400
12	<b>GROSS APPROPRIATION</b>		<b>\$ 239,479,400</b>
13	Appropriated from:		
14	Federal revenues:		
15	Social security act, temporary assistance for		
16	needy families		10,374,900
17	Total other federal revenues		162,323,800
18	Special revenue funds:		
19	Total private revenues		2,904,700
20	Total other state restricted revenues		23,802,400
21	<b>State general fund/general purpose</b>		<b>\$ 40,073,600</b>
22	<b>Sec. 111. BEHAVIORAL HEALTH SERVICES</b>		
23	Full-time equated classified positions	15.0	
24	Autism services		\$ 286,697,900
25	Behavioral health community supports and		
26	services--FTEs	2.0	13,500,800
27	Certified community behavioral health clinic		
28	demonstration		101,252,100

1	Civil service charges		297,500
2	Community mental health non-Medicaid services		125,578,200
3	Court-appointed guardian reimbursements		100
4	Federal mental health block grant--FTEs	5.0	20,611,800
5	Health homes--FTE	1.0	61,337,400
6	Healthy Michigan plan - behavioral health		585,768,500
7	Medicaid mental health services		2,810,590,500
8	Medicaid substance use disorder services		85,421,900
9	Multicultural integration funding		17,284,900
10	Nursing home PAS/ARR-OBRA--FTEs	7.0	13,961,700
11	State disability assistance program substance		
12	use disorder services		2,018,800
13	<b>GROSS APPROPRIATION</b>		<b>\$ 4,124,322,100</b>
14	Appropriated from:		
15	Federal revenues:		
16	Social security act, temporary assistance for		
17	needy families		421,000
18	Capped federal revenues		184,500
19	Total other federal revenues		2,786,247,100
20	Special revenue funds:		
21	Total local revenues		10,190,500
22	Total other state restricted revenues		45,764,800
23	<b>State general fund/general purpose</b>		<b>\$ 1,281,514,200</b>
24	<b>Sec. 112. STATE PSYCHIATRIC HOSPITALS AND</b>		
25	<b>FORENSIC MENTAL HEALTH SERVICES</b>		
26	Full-time equated classified positions	2,453.6	
27	Average population	770.0	

1	Caro Regional Mental Health Center -		
2	psychiatric hospital - adult--FTEs	537.7 \$	59,285,000
3	Average population	145.0	
4	Center for forensic psychiatry--FTEs	622.5	98,443,800
5	Average population	240.0	
6	Developmental disabilities council and		
7	projects--FTEs	10.0	3,169,400
8	Gifts and bequests for patient living and		
9	treatment environment		1,000,000
10	Hawthorn Center - psychiatric hospital -		
11	children and adolescents--FTEs	287.4	40,974,200
12	Average population	55.0	
13	IDEA, federal special education		120,000
14	Kalamazoo Psychiatric Hospital - adult--FTEs	559.2	70,392,300
15	Average population	170.0	
16	Purchase of medical services for residents of		
17	hospitals and centers		445,600
18	Revenue recapture		750,100
19	Special maintenance		924,600
20	State hospital administration--FTEs	24.0	4,251,900
21	Walter P. Reuther Psychiatric Hospital - adult-		
22	-FTEs	412.8	67,773,700
23	Average population	160.0	
24	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>347,530,600</b>
25	Appropriated from:		
26	Federal revenues:		
27	Total other federal revenues		45,543,000
28	Special revenue funds:		

1	Total local revenues		23,283,200
2	Total private revenues		1,000,000
3	Total other state restricted revenues		15,189,200
4	<b>State general fund/general purpose</b>	<b>\$</b>	<b>262,515,200</b>
5	<b>Sec. 113. HEALTH AND HUMAN SERVICES POLICY AND</b>		
6	<b>INITIATIVES</b>		
7	Full-time equated classified positions	41.7	
8	Certificate of need program administration--		
9	FTEs	10.8	\$ 2,716,700
10	Michigan essential health provider		3,519,600
11	Minority health grants and contracts--FTEs	3.0	1,146,200
12	Nurse education and research program--FTEs	3.0	816,500
13	Policy and planning administration--FTEs	21.9	2,994,100
14	Primary care services--FTEs	3.0	3,805,100
15	Rural health services		175,000
16	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>15,173,200</b>
17	Appropriated from:		
18	Interdepartmental grant revenues:		
19	IDG from department of education		2,400
20	IDG from department of licensing and regulatory		
21	affairs		816,500
22	IDG from department of treasury, Michigan		
23	finance authority		117,700
24	Federal revenues:		
25	Social security act, temporary assistance for		
26	needy families		160,100
27	Capped federal revenues		13,400
28	Total other federal revenues		3,092,700

1	Special revenue funds:		
2	Total private revenues		865,000
3	Total other state restricted revenues		3,270,200
4	<b>State general fund/general purpose</b>	<b>\$</b>	<b>6,835,200</b>
5	<b>Sec. 114. EPIDEMIOLOGY, EMERGENCY MEDICAL</b>		
6	<b>SERVICES, AND LABORATORY</b>		
7	Full-time equated classified positions	416.9	
8	Bioterrorism preparedness--FTEs	53.0	\$ 30,841,600
9	Childhood lead program--FTEs	4.5	3,168,500
10	Emergency medical services program--FTEs	20.0	10,008,800
11	Epidemiology administration--FTEs	82.5	26,091,200
12	Healthy homes program--FTEs	21.0	32,799,400
13	Laboratory services--FTEs	102.0	29,008,000
14	Newborn screening follow-up and treatment		
15	services--FTEs	10.5	8,363,000
16	PFAS and environmental contamination response--		
17	FTEs	48.0	20,367,600
18	Vital records and health statistics--FTEs	75.4	11,412,100
19	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>172,060,200</b>
20	Appropriated from:		
21	Interdepartmental grant revenues:		
22	IDG from department of environment, Great		
23	Lakes, and energy		1,797,800
24	Federal revenues:		
25	Capped federal revenues		81,100
26	Total other federal revenues		75,947,700
27	Special revenue funds:		
28	Total private revenues		342,600

1	Total other state restricted revenues		32,674,400
2	<b>State general fund/general purpose</b>	<b>\$</b>	<b>61,216,600</b>
3	<b>Sec. 115. LOCAL HEALTH AND ADMINISTRATIVE</b>		
4	<b>SERVICES</b>		
5	Full-time equated classified positions	154.1	
6	AIDS prevention, testing, and care programs--		
7	FTEs	59.5	\$ 109,609,200
8	Cancer prevention and control program--FTEs	18.0	15,870,500
9	Chronic disease control and health promotion		
10	administration--FTEs	19.4	8,285,900
11	Diabetes and kidney program--FTEs	8.0	4,135,000
12	Essential local public health services		51,419,300
13	Implementation of 1993 PA 133, MCL 333.17015		20,000
14	Local health services--FTEs	3.3	8,707,600
15	Medicaid outreach cost reimbursement to local		
16	health departments		12,500,000
17	Public health administration--FTEs	4.0	1,801,000
18	Sexually transmitted disease control program--		
19	FTEs	20.0	8,496,800
20	Smoking prevention program--FTEs	15.0	4,379,200
21	Violence prevention--FTEs	6.9	12,724,000
22	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>237,948,500</b>
23	Appropriated from:		
24	Federal revenues:		
25	Total other federal revenues		89,007,600
26	Special revenue funds:		
27	Total local revenues		5,150,000
28	Total private revenues		75,689,100



1	Total other state restricted revenues		10,135,600
2	<b>State general fund/general purpose</b>	<b>\$</b>	<b>57,966,200</b>
3	<b>Sec. 116. FAMILY HEALTH SERVICES</b>		
4	Full-time equated classified positions	136.1	
5	Child and adolescent health care and centers	\$	16,242,700
6	Dental programs--FTEs	5.3	6,734,400
7	Drinking water declaration of emergency		4,621,000
8	Family, maternal, and child health		
9	administration--FTEs	55.0	10,589,400
10	Family planning local agreements		7,138,000
11	Immunization program--FTEs	15.8	20,659,600
12	Local MCH services		7,854,500
13	Maternal navigator pilot program		3,000,000
14	Maternity home program		4,000,000
15	Pregnancy prevention program		1,298,800
16	Pregnancy resource centers		1,500,000
17	Prenatal care and premature birth avoidance		
18	grant		1,000,000
19	Prenatal care outreach and service delivery		
20	support--FTEs	15.0	37,561,800
21	Special projects		6,289,100
22	Sudden and unexpected infant death and		
23	suffocation prevention program		321,300
24	Women, infants, and children program		
25	administration and special projects--FTEs	45.0	19,547,400
26	Women, infants, and children program local		
27	agreements and food costs		231,285,000
28	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>379,643,000</b>

1	Appropriated from:		
2	Federal revenues:		
3	Social security act, temporary assistance for		
4	needy families		700,000
5	Total other federal revenues		228,749,700
6	Special revenue funds:		
7	Total local revenues		17,817,700
8	Total private revenues		64,785,700
9	Total other state restricted revenues		4,050,400
10	<b>State general fund/general purpose</b>	<b>\$</b>	<b>63,539,500</b>
11	<b>Sec. 117. CHILDREN'S SPECIAL HEALTH CARE</b>		
12	<b>SERVICES</b>		
13	Full-time equated classified positions	48.8	
14	Bequests for care and services--FTEs	2.8	\$ 2,087,100
15	Children's special health care services		
16	administration--FTEs	46.0	9,131,100
17	Medical care and treatment		278,236,400
18	Nonemergency medical transportation		801,200
19	Outreach and advocacy		5,510,000
20	<b>GROSS APPROPRIATION</b>	<b>\$</b>	<b>295,765,800</b>
21	Appropriated from:		
22	Federal revenues:		
23	Total other federal revenues		154,464,100
24	Special revenue funds:		
25	Total private revenues		1,365,500
26	Total other state restricted revenues		4,933,300
27	<b>State general fund/general purpose</b>	<b>\$</b>	<b>135,002,900</b>
28	<b>Sec. 118. AGING SERVICES AGENCY</b>		

1	Full-time equated classified positions	42.0		
2	Aging services administration--FTEs	42.0	\$	9,321,400
3	Community services			53,436,000
4	Employment assistance			3,500,000
5	Nutrition services			48,054,200
6	Respite care program			6,468,700
7	Senior volunteer service programs			4,765,300
8	<b>GROSS APPROPRIATION</b>		<b>\$</b>	<b>125,545,600</b>
9	Appropriated from:			
10	Federal revenues:			
11	Total other federal revenues			68,417,500
12	Special revenue funds:			
13	Total private revenues			1,020,000
14	Michigan merit award trust fund			4,068,700
15	Total other state restricted revenues			2,000,000
16	<b>State general fund/general purpose</b>		<b>\$</b>	<b>50,039,400</b>
17	<b>Sec. 119. HEALTH SERVICES ADMINISTRATION</b>			
18	Full-time equated classified positions	425.0		
19	Electronic health record incentive program		\$	8,000,000
20	Health services administration--FTEs	392.0		86,123,100
21	Healthy Michigan plan administration--FTEs	33.0		31,826,800
22	<b>GROSS APPROPRIATION</b>		<b>\$</b>	<b>125,949,900</b>
23	Appropriated from:			
24	Federal revenues:			
25	Total other federal revenues			86,851,100
26	Special revenue funds:			
27	Total local revenues			37,700
28	Total private revenues			1,001,300

1	Total other state restricted revenues	336,300
2	<b>State general fund/general purpose</b>	<b>\$ 37,723,500</b>
3	<b>Sec. 120. HEALTH SERVICES</b>	
4	Adult home help services	\$ 422,388,300
5	Ambulance services	18,448,200
6	Auxiliary medical services	7,113,500
7	Dental clinic program	1,000,000
8	Dental services	401,391,400
9	Federal Medicare pharmaceutical program	351,347,500
10	Health plan services	6,049,445,200
11	Healthy Michigan plan	5,178,598,600
12	Home health services	3,479,100
13	Hospice services	143,370,900
14	Hospital disproportionate share payments	45,000,000
15	Hospital services and therapy	781,363,600
16	Integrated care organizations	329,555,700
17	Long-term care services	1,816,796,200
18	Maternal and child health	35,100,000
19	Medicaid home- and community-based services	
20	waiver	417,461,400
21	Medicare premium payments	783,641,200
22	Personal care services	7,179,700
23	Pharmaceutical services	305,072,500
24	Physician services	212,192,200
25	Program of all-inclusive care for the elderly	229,720,900
26	School-based services	135,680,000
27	Special Medicaid reimbursement	333,762,400
28	Transportation	16,424,000

1	<b>GROSS APPROPRIATION</b>		<b>\$ 18,025,532,500</b>
2	Appropriated from:		
3	Federal revenues:		
4	Total other federal revenues		12,909,771,400
5	Special revenue funds:		
6	Total local revenues		57,931,800
7	Total private revenues		8,900,000
8	Michigan merit award trust fund		57,200,000
9	Total other state restricted revenues		2,691,566,400
10	<b>State general fund/general purpose</b>		<b>\$ 2,300,162,900</b>
11	<b>Sec. 121. INFORMATION TECHNOLOGY</b>		
12	Full-time equated classified positions	11.0	
13	Bridges information system		\$ 63,416,300
14	Child support automation		44,604,800
15	Comprehensive child welfare information system		3,373,200
16	Information technology services and projects		267,972,300
17	Michigan Medicaid information system--FTE	1.0	99,529,200
18	Michigan statewide automated child welfare		
19	information system		21,542,100
20	Technology supporting integrated service		
21	delivery--FTEs	10.0	16,053,100
22	<b>GROSS APPROPRIATION</b>		<b>\$ 516,491,000</b>
23	Appropriated from:		
24	Interdepartmental grant revenues:		
25	IDG from department of education		1,059,700
26	Federal revenues:		
27	Social security act, temporary assistance for		
28	needy families		24,471,900

1	Capped federal revenues		21,990,800
2	Total other federal revenues		332,771,700
3	Special revenue funds:		
4	Total private revenues		5,250,000
5	Total other state restricted revenues		2,010,400
6	<b>State general fund/general purpose</b>	<b>\$</b>	<b>128,936,500</b>
7	<b>Sec. 122. ONE-TIME APPROPRIATIONS</b>		
8	Full-time equated classified positions	6.0	
9	Adoption support services	\$	100,000
10	ARP - behavioral health care services and		
11	facilities		125,000,000
12	ARP - First responder and public safety staff		
13	mental health		7,500,000
14	ARP - PACE program supports		40,000,000
15	Autism comprehensive care center		2,500,000
16	Behavioral health care services and facilities		138,600,000
17	Behavioral health patient health information		
18	tool		850,000
19	Behavioral health professionals for schools		1,000,000
20	Bone marrow donor and blood bank programs		100
21	Child advocacy centers		200,000
22	Child welfare day treatment pilot program		100
23	Children's health care		100
24	Committee on juvenile justice grants		500,000
25	Comprehensive child welfare information system-		
26	-FTEs	6.0	29,478,300
27	Direct care wage increase		400,389,000
28	Domestic violence prevention and treatment		210,300

1	Doula care services initiative	100
2	Food distribution	500,000
3	Food security council	100
4	Foster care services	1,000,000
5	Great Lakes recovery center	250,000
6	Health workforce development	6,550,000
7	Healthy communities grant	100
8	Home repair and plumbing assistance grants	100
9	Human trafficking victims inclusive services	
10	grant program	1,250,000
11	Jail diversion fund	100
12	Long-term care quality improvement	100
13	Mediation services	40,000
14	Narcotics awareness program	100
15	Parental stress and child mental health	
16	programs	500,000
17	Pathway hub	3,400,000
18	Safe harbor	100
19	Technology upgrades	400,100
20	Teen walk-in mental health	50,000
21	Wellness center pilot project	1,000,000
22	Wrap-around services	200,000
23	<b>GROSS APPROPRIATION</b>	<b>\$ 761,468,800</b>
24	Appropriated from:	
25	Federal revenues:	
26	Coronavirus state fiscal recovery fund	172,500,000
27	Total other federal revenues	273,797,500
28	<b>State general fund/general purpose</b>	<b>\$ 315,171,300</b>
29		

PART 2  
PROVISIONS CONCERNING APPROPRIATIONS  
FOR FISCAL YEAR 2022-2023

**GENERAL SECTIONS**

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state sources under part 1 for fiscal year 2022-2023 is \$9,013,075,200.00 and state spending from state sources to be paid to local units of government for fiscal year 2022-2023 is \$1,800,065,900.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

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**DEPARTMENT OF HEALTH AND HUMAN SERVICES**

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**CHILD SUPPORT ENFORCEMENT**

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Child support incentive payments	\$	10,857,300
Legal support contracts		200

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**COMMUNITY SERVICES AND OUTREACH**

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Crime victim grants administration services		395,300
Crime victim rights services grants		12,033,300
Domestic violence prevention and treatment		217,600
Homeless programs		9,200
Housing and support services		121,300

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**CHILDREN'S SERVICES AGENCY - CHILD WELFARE**

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Adoption subsidies		25,400
Child care fund		152,649,000
Child care fund - indirect cost allotment		3,521,200
Child welfare licensing		120,000
Child welfare medical/psychiatric evaluations		19,000
Children's trust fund grants		24,200

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1	Contractual services, supplies, and materials	156,200
2	Family preservation programs	311,500
3	Foster care payments	1,274,700
4	Strong families/safe children	73,800
5	Youth in transition	2,900
6	<b>CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE</b>	
7	Bay Pines Center	37,100
8	Community support services	103,300
9	Shawono Center	1,700
10	<b>PUBLIC ASSISTANCE</b>	
11	Emergency services local office allocations	765,600
12	Family independence program	900
13	Indigent burial	4,800
14	Michigan energy assistance program	216,100
15	State disability assistance payments	151,500
16	<b>FIELD OPERATIONS AND SUPPORT SERVICES</b>	
17	Contractual services, supplies, and materials	64,300
18	Employment and training support services	7,200
19	<b>DISABILITY DETERMINATION SERVICES</b>	
20	Disability determination operations	2,700
21	<b>BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND</b>	
22	<b>SPECIAL PROJECTS</b>	
23	Behavioral health program administration	599,800
24	Gambling addiction	1,376,700
25	Mental health diversion council	202,200
26	<b>BEHAVIORAL HEALTH SERVICES</b>	
27	Autism services	99,585,400
28	Certified community behavioral health clinic	19,315,500

1	Community mental health non-Medicaid services	125,578,200
2	Community substance use disorder prevention,	
3	education, and treatment	4,977,700
4	Health homes	7,556,800
5	Healthy Michigan plan - behavioral health	58,224,800
6	Medicaid mental health services	959,352,600
7	Medicaid substance use disorder services	30,075,700
8	Multicultural integration funding	1,615,900
9	Nursing home PAS/ARR-OBRA	2,709,100
10	State disability assistance program substance	
11	use disorder services	1,788,900
12	<b>STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL</b>	
13	<b>HEALTH SERVICES</b>	
14	Caro Regional Mental Health Center -	
15	psychiatric hospital - adult	228,000
16	Center for forensic psychiatry	504,000
17	Hawthorn Center - psychiatric hospital -	
18	children and adolescents	68,000
19	Kalamazoo Psychiatric Hospital - adult	40,000
20	Walter P. Reuther Psychiatric Hospital - adult	50,000
21	<b>HEALTH AND HUMAN SERVICES POLICY AND</b>	
22	<b>INITIATIVES</b>	
23	Primary care services	98,000
24	<b>EPIDEMIOLOGY, EMERGENCY MEDICAL SERVICES, AND</b>	
25	<b>LABORATORY</b>	
26	Epidemiology administration	285,100
27	Healthy homes program	1,333,200
28	<b>LOCAL HEALTH AND ADMINISTRATIVE SERVICES</b>	

1	AIDS prevention, testing, and care programs	2,416,200
2	Cancer prevention and control program	46,900
3	Essential local public health services	44,364,400
4	Implementation of 1993 PA 133, MCL 333.17015	400
5	Local health services	1,537,100
6	Sexually transmitted disease control program	505,100
7	Smoking prevention program	201,800
8	<b>FAMILY HEALTH SERVICES</b>	
9	Family planning local agreements	7,111,400
10	Immunization program	2,197,400
11	Pregnancy prevention program	28,100
12	Prenatal care outreach and service delivery	
13	support	4,967,400
14	<b>CHILDREN'S SPECIAL HEALTH CARE SERVICES</b>	
15	Medical care and treatment	897,000
16	Outreach and advocacy	2,755,000
17	<b>AGING SERVICES AGENCY</b>	
18	Aging services administration	1,303,600
19	Community services	23,833,500
20	Nutrition services	13,031,400
21	Respite care program	5,632,700
22	Senior volunteer service programs	914,800
23	<b>HEALTH SERVICES</b>	
24	Adult home help services	172,000
25	Ambulance services	527,000
26	Auxiliary medical services	1,000
27	Dental services	632,000
28	Healthy Michigan plan	1,089,000

1	Home health services	8,000
2	Hospice services	43,000
3	Hospital disproportionate share payments	20,000
4	Hospital services and therapy	3,274,000
5	Long-term care services	99,363,000
6	Medicaid home- and community-based services	
7	waiver	13,383,000
8	Personal care services	32,000
9	Pharmaceutical services	18,000
10	Physician services	3,376,000
11	Special Medicaid reimbursement	40,000
12	Transportation	158,000
13	<b>ONE-TIME APPROPRIATIONS</b>	
14	Behavioral health professionals for schools	1,000,000
15	Direct care wage increase	58,298,300
16	Human trafficking victims inclusive services	
17	grant program	250,000
18	<b>TOTAL OF PAYMENTS TO LOCAL UNITS OF GOVERNMENT</b>	<b>\$ 1,800,065,900</b>

19

20       Sec. 202. The appropriations authorized under this part and  
21 part 1 are subject to the management and budget act, 1984 PA 431,  
22 MCL 18.1101 to 18.1594.

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

24       (a) "AIDS" means acquired immunodeficiency syndrome.

25       (b) "CMHSP" means a community mental health services program  
26 as that term is defined in section 100a of the mental health code,  
27 1974 PA 258, MCL 330.1100a.

28       (c) "CMS" means the Centers for Medicare and Medicaid  
29 Services.

1 (d) "Current fiscal year" means the fiscal year ending  
2 September 30, 2023.

3 (e) "Department" means the department of health and human  
4 services.

5 (f) "Director" means the director of the department.

6 (g) "DSH" means disproportionate share hospital.

7 (h) "EPSDT" means early and periodic screening, diagnosis, and  
8 treatment.

9 (i) "Federal poverty level" means the poverty guidelines  
10 published annually in the Federal Register by the United States  
11 Department of Health and Human Services under its authority to  
12 revise the poverty line under 42 USC 9902.

13 (j) "FTE" means full-time equated.

14 (k) "GME" means graduate medical education.

15 (l) "Health plan" means, at a minimum, an organization that  
16 meets the criteria for delivering the comprehensive package of  
17 services under the department's comprehensive health plan.

18 (m) "HEDIS" means health care effectiveness data and  
19 information set.

20 (n) "HMO" means health maintenance organization.

21 (o) "IDEA" means the individuals with disabilities education  
22 act, 20 USC 1400 to 1482.

23 (p) "IDG" means interdepartmental grant.

24 (q) "MCH" means maternal and child health.

25 (r) "Medicaid" means subchapter XIX of the social security  
26 act, 42 USC 1396 to 1396w-6.

27 (s) "Medicare" means subchapter XVIII of the social security  
28 act, 42 USC 1395 to 1395III.

29 (t) "MiCAFE" means Michigan's coordinated access to food for

1 the elderly.

2 (u) "MiChild" means the program described in section 1670 of  
3 this part.

4 (v) "MiSACWIS" means Michigan statewide automated child  
5 welfare information system.

6 (w) "PAS/ARR-OBRA" means the preadmission screening and annual  
7 resident review required under the omnibus budget reconciliation  
8 act of 1987, section 1919(e)(7) of the social security act, 42 USC  
9 1396r.

10 (x) "PFAS" means perfluoroalkyl and polyfluoroalkyl  
11 substances.

12 (y) "PIHP" means an entity designated by the department as a  
13 regional entity or a specialty prepaid inpatient health plan for  
14 Medicaid mental health services, services to individuals with  
15 developmental disabilities, and substance use disorder services.  
16 Regional entities are described in section 204b of the mental  
17 health code, 1974 PA 258, MCL 330.1204b. Specialty prepaid  
18 inpatient health plans are described in section 232b of the mental  
19 health code, 1974 PA 258, MCL 330.1232b.

20 (z) "Previous fiscal year" means the fiscal year ending  
21 September 30, 2022.

22 (aa) "Quarterly reports" means 4 reports shall be submitted to  
23 the required recipients by the following dates: February 1, April  
24 1, July 1, and September 30 of the current fiscal year.

25 (bb) "Semiannual basis" means March 1 and September 30 of the  
26 current fiscal year.

27 (cc) "Settlement" means the settlement agreement entered in  
28 the case of *Dwayne B. v Snyder*, docket no. 2:06-cv-13548 in the  
29 United States District Court for the Eastern District of Michigan.

1 (dd) "SSI" means supplemental security income.

2 (ee) "Temporary assistance for needy families" or "TANF" or  
3 "title IV-A" means part A of subchapter IV of the social security  
4 act, 42 USC 601 to 619.

5 (ff) "Title IV-B" means part B of title IV of the social  
6 security act, 42 USC 621 to 629m.

7 (gg) "Title IV-D" means part D of title IV of the social  
8 security act, 42 USC 651 to 669b.

9 (hh) "Title IV-E" means part E of title IV of the social  
10 security act, 42 USC 670 to 679c.

11 (ii) "Title X" means subchapter VIII of the public health  
12 service act, 42 USC 300 to 300a-8, which establishes grants to  
13 states for family planning services.

14 Sec. 204. The department shall use the internet to fulfill the  
15 reporting requirements of this part. This requirement shall include  
16 transmission of reports via email to the recipients identified for  
17 each reporting requirement and it shall include placement of  
18 reports on an internet site.

19 Sec. 205. To the extent permissible under section 261 of the  
20 management and budget act, 1984 PA 431, MCL 18.1261, all of the  
21 following apply to funds appropriated in part 1:

22 (a) The funds must not be used for the purchase of foreign  
23 goods or services, or both, if competitively priced and of  
24 comparable quality American goods or services, or both, are  
25 available.

26 (b) Preference must be given to goods or services, or both,  
27 manufactured or provided by Michigan businesses, if they are  
28 competitively priced and of comparable quality.

29 (c) Preference must be given to goods or services, or both,

1 that are manufactured or provided by Michigan businesses owned and  
2 operated by veterans, if they are competitively priced and of  
3 comparable quality.

4 Sec. 206. To the extent permissible under the management and  
5 budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall  
6 take all reasonable steps to ensure businesses in deprived and  
7 depressed communities compete for and perform contracts to provide  
8 services or supplies, or both. The director shall strongly  
9 encourage firms with which the department contracts to subcontract  
10 with certified businesses in depressed and deprived communities for  
11 services, supplies, or both.

12 Sec. 207. The department shall prepare a report on out-of-  
13 state travel expenses not later than January 1 of each year. The  
14 travel report shall be a listing of all travel by classified and  
15 unclassified employees outside this state in the previous fiscal  
16 year that was funded in whole or in part with funds appropriated in  
17 the department's budget. The report shall be submitted to the  
18 senate and house appropriations committees, the senate and house  
19 fiscal agencies, and the state budget office. The report shall  
20 include the following information:

21 (a) The dates of each travel occurrence.

22 (b) The total transportation and related costs of each travel  
23 occurrence, including the proportion funded with state general  
24 fund/general purpose revenues, the proportion funded with state  
25 restricted revenues, the proportion funded with federal revenues,  
26 and the proportion funded with other revenues.

27 Sec. 208. Funds appropriated in part 1 shall not be used by  
28 the department to hire a person to provide legal services that are  
29 the responsibility of the attorney general. This prohibition does



1 not apply to legal services for bonding activities and for those  
2 outside services that the attorney general authorizes.

3 Sec. 209. Not later than November 30, the state budget office  
4 shall prepare and transmit a report that provides for estimates of  
5 the total general fund/general purpose appropriation lapses at the  
6 close of the previous fiscal year. This report shall summarize the  
7 projected year-end general fund/general purpose appropriation  
8 lapses by major departmental program or program areas. The report  
9 shall be transmitted to the chairpersons of the senate and house  
10 appropriations committees, and the senate and house fiscal  
11 agencies.

12 Sec. 210. (1) In addition to the funds appropriated in part 1,  
13 there is appropriated an amount not to exceed \$20,000,000.00 for  
14 federal contingency authorization. These funds are not available  
15 for expenditure until they have been transferred to another line  
16 item in part 1 under section 393(2) of the management and budget  
17 act, 1984 PA 431, MCL 18.1393. These funds shall not be made  
18 available to increase TANF authorization.

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

25 (3) In addition to the funds appropriated in part 1, there is  
26 appropriated an amount not to exceed \$5,000,000.00 for local  
27 contingency authorization. These funds are not available for  
28 expenditure until they have been transferred to another line item  
29 in part 1 under section 393(2) of the management and budget act,

1 1984 PA 431, MCL 18.1393.

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

8 Sec. 211. The department shall cooperate with the department  
9 of technology, management, and budget to maintain a searchable  
10 website accessible by the public at no cost that includes, but is  
11 not limited to, all of the following for the department:

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

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

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

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

19 (e) Job specifications and wage rates.

20 Sec. 212. Within 14 days after the release of the executive  
21 budget recommendation, the department shall cooperate with the  
22 state budget office to provide the chairpersons of the senate and  
23 house appropriations committees, the chairpersons of the senate and  
24 house appropriations subcommittees on the department budget, and  
25 the senate and house fiscal agencies with an annual report on  
26 estimated state restricted fund balances, state restricted fund  
27 projected revenues, and state restricted fund expenditures for the  
28 previous fiscal year and the current fiscal year.

29 Sec. 213. The department shall maintain, on a publicly

1 accessible website, a department scorecard that identifies, tracks,  
2 and regularly updates key metrics that are used to monitor and  
3 improve the department's performance.

4 Sec. 214. Total authorized appropriations from all sources  
5 under part 1 for legacy costs for the current fiscal year are  
6 estimated at \$309,264,700.00. From this amount, total department  
7 appropriations for pension-related legacy costs are estimated at  
8 \$187,764,100.00. Total department appropriations for retiree health  
9 care legacy costs are estimated at \$121,500,600.00.

10 Sec. 215. If either of the following events occurs, within 30  
11 days after that event the department shall notify the state budget  
12 director, the chairs of the house and senate appropriations  
13 subcommittees on the department budget, and the house and senate  
14 fiscal agencies and policy offices of that fact:

15 (a) A legislative objective of this part or of a bill or  
16 amendment to a bill to amend the social welfare act, 1939 PA 280,  
17 MCL 400.1 to 400.119b, cannot be implemented because implementation  
18 would conflict with or violate federal regulations.

19 (b) A federal grant, for which a notice of an award has been  
20 received, cannot be used, or will not be used.

21 Sec. 216. (1) In addition to funds appropriated in part 1 for  
22 all programs and services, there is appropriated for write-offs of  
23 accounts receivable, deferrals, and for prior year obligations in  
24 excess of applicable prior year appropriations, an amount equal to  
25 total write-offs and prior year obligations, but not to exceed  
26 amounts available in prior year revenues.

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

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

3 Sec. 217. (1) By November 10 of the current fiscal year, the  
4 department shall report to the house and senate appropriations  
5 subcommittees on the department budget, the house and senate fiscal  
6 agencies, and the state budget director on the detailed name and  
7 amounts of estimated federal, restricted, private, and local  
8 sources of revenue that support the appropriations in each of the  
9 line items in part 1.

10 (2) Upon the release of the next fiscal year executive budget  
11 recommendation, the department shall report to the same parties in  
12 subsection (1) on the amounts and detailed sources of federal,  
13 restricted, private, and local revenue proposed to support the  
14 total funds appropriated in each of the line items in part 1 of the  
15 next fiscal year executive budget proposal.

16 Sec. 218. As required under part 23 of the public health code,  
17 1978 PA 368, MCL 333.2301 to 333.2321, the department shall provide  
18 an annual listing of proposed basic health services by October 1 of  
19 the current fiscal year and each succeeding year to ensure that  
20 appropriate review and comment occurs in the development of the  
21 executive budget recommendations. The listing must be provided by  
22 the department to the house and senate appropriations subcommittees  
23 on the department budget, the house and senate fiscal agencies, the  
24 house and senate policy offices, and the state budget office.

25 Sec. 219. (1) The department may contract with the Michigan  
26 Public Health Institute for the design and implementation of  
27 projects and for other public health-related activities prescribed  
28 in section 2611 of the public health code, 1978 PA 368, MCL  
29 333.2611. The department may develop a master agreement with the

1 Michigan Public Health Institute to carry out these purposes for up  
2 to a 1-year period.

3 (2) The Michigan Public Health Institute shall not be a  
4 passthrough, contract manager, or indirect contract manager for a  
5 contract with the department for a project or other public health-  
6 related activity.

7 (3) All of the following must apply regarding employment or  
8 contracting by the Michigan Public Health Institute of current or  
9 former employees of the department:

10 (a) An individual who is a current employee of the department  
11 shall not be simultaneously employed by or under contract for  
12 services with the Michigan Public Health Institute.

13 (b) An individual who is a former employee of the department  
14 shall not begin employment with or contractual services with the  
15 Michigan Public Health Institute before 3 months after the date of  
16 the cessation of the individual's employment with the department.

17 (c) An individual who is a current employee of the department  
18 or who is currently under contract with the department shall not  
19 serve as a member of the board of directors of the Michigan Public  
20 Health Institute during the duration of the individual's employment  
21 or contractual commitment with the department.

22 (4) On the fifteenth day of each month, the department shall  
23 provide a report listing all active contracts for projects between  
24 the department and the Michigan Public Health Institute during the  
25 previous month to the house and senate appropriations subcommittees  
26 on the department budget, the house and senate fiscal agencies, the  
27 house and senate policy offices, and the state budget director. The  
28 list must include, but not be limited to, the project, the purpose  
29 of the project, the initial project date, the project period, the

1 contractual project amount, the cumulative annual expenditures  
2 through the reporting period, and the source of the funds.

3 (5) A contract between the department and the Michigan Public  
4 Health Institute for a project of \$5,000,000.00 or greater must be  
5 submitted to the legislature for approval at least 30 days before  
6 the effective date of the contract. If the legislature does not  
7 take action, the contract may take effect.

8 (6) A request for extension of a contract between the  
9 department and the Michigan Public Health Institute that is more  
10 than 36 months after the initial effective date of the contract  
11 must be submitted to the legislature for approval at least 30 days  
12 before the effective date of the extension of the contract  
13 extension. If the legislature does not take action, the extension  
14 of the contract may take effect.

15 (7) The department shall report to the house and senate  
16 appropriations subcommittees on the department budget, the house  
17 and senate fiscal agencies, and the state budget director on a  
18 semiannual basis all of the following:

19 (a) A detailed description of each funded project.

20 (b) The amount allocated for each project, the appropriation  
21 line item from which the allocation is funded, and the source of  
22 financing for each project.

23 (c) The expected project duration.

24 (d) A detailed spending plan for each project, including a  
25 list of all subgrantees and the amount allocated to each  
26 subgrantee.

27 (8) On a semiannual basis, the department shall provide to the  
28 same parties listed in subsection (1) a copy of all reports,  
29 studies, and publications produced by the Michigan Public Health

1 Institute, its subcontractors, or the department with the funds  
2 appropriated in the department's budget in the previous fiscal year  
3 and allocated to the Michigan Public Health Institute.

4 Sec. 219a. (1) An individual who is a current employee of the  
5 department shall not be simultaneously employed by or under  
6 contract for services with an outside agency that is currently  
7 under contract with the department.

8 (2) An individual who is a former employee of the department  
9 shall not begin employment with or contractual services with an  
10 outside agency that is currently under contract with the department  
11 before 3 months after the date of the cessation of the individual's  
12 employment with the department.

13 Sec. 220. The department shall ensure that faith-based  
14 organizations are able to apply and compete for services, programs,  
15 or contracts that they are qualified and suitable to fulfill. The  
16 department shall not disqualify faith-based organizations solely on  
17 the basis of the religious nature of their organization or their  
18 guiding principles or statements of faith.

19 Sec. 221. According to section 1b of the social welfare act,  
20 1939 PA 280, MCL 400.1b, the department shall treat part 1 and this  
21 part as a time-limited addendum to the social welfare act, 1939 PA  
22 280, MCL 400.1 to 400.119b.

23 Sec. 222. (1) The department shall provide written  
24 notification to the senate and house appropriations subcommittees  
25 on the department budget, the senate and house fiscal agencies, the  
26 senate and house policy offices, and the state budget office of any  
27 major policy changes at least 30 days before the implementation  
28 date of those policy changes.

29 (2) The department shall make the entire policy and procedures

1 manual available and accessible to the public via the department  
2 website.

3 (3) The department shall report by April 1 of the current  
4 fiscal year on each specific policy change made to implement a  
5 public act affecting the department that took effect during the  
6 prior calendar year to the senate and house appropriations  
7 committees, the senate and house appropriations subcommittees on  
8 the department budget, the joint committee on administrative rules,  
9 and the senate and house fiscal agencies.

10 (4) The department shall attach each policy bulletin issued  
11 during the prior calendar year to the report issued in subsection  
12 (3).

13 Sec. 223. The department may establish and collect fees for  
14 publications, videos and related materials, conferences, and  
15 workshops. Collected fees are appropriated when received and shall  
16 be used to offset expenditures to pay for printing and mailing  
17 costs of the publications, videos and related materials, and costs  
18 of the workshops and conferences. The department shall not collect  
19 fees under this section that exceed the cost of the expenditures.  
20 When collected fees are appropriated under this section in an  
21 amount that exceeds the current fiscal year appropriation, within  
22 30 days the department shall notify the chairs of the house and  
23 senate appropriations subcommittees on the department budget, the  
24 house and senate fiscal agencies and policy offices, and the state  
25 budget director of that fact.

26 Sec. 224. The department may retain all of the state's share  
27 of food assistance overissuance collections as an offset to general  
28 fund/general purpose costs. Retained collections shall be applied  
29 against federal funds deductions in all appropriation units where



1 department costs related to the investigation and recoupment of  
2 food assistance overissuances are incurred. Retained collections in  
3 excess of those costs shall be applied against the federal funds  
4 deducted in the departmental administration and support  
5 appropriation unit.

6 Sec. 225. (1) For providers and entities receiving funds from  
7 the appropriations in part 1, sanctions, suspensions, conditions  
8 for provisional license status, and other penalties shall not be  
9 more stringent for private service providers than for public  
10 entities performing equivalent or similar services.

11 (2) For services to be provided from the appropriations in  
12 part 1, both of the following apply:

13 (a) Neither the department nor private service providers or  
14 licensees shall be granted preferential treatment or considered  
15 automatically to be in compliance with administrative rules based  
16 on whether they have collective bargaining agreements with direct  
17 care workers.

18 (b) Private service providers or licensees without collective  
19 bargaining agreements shall not be subjected to additional  
20 requirements or conditions of licensure based on their lack of  
21 collective bargaining agreements.

22 Sec. 226. If the revenue collected by the department from fees  
23 and collections exceeds the amount appropriated in part 1, the  
24 revenue may be carried forward with the approval of the state  
25 budget director into the subsequent fiscal year. The revenue  
26 carried forward under this section shall be used as the first  
27 source of funds in the subsequent fiscal year.

28 Sec. 227. The state departments, agencies, and commissions  
29 receiving tobacco tax funds and Healthy Michigan fund revenue from

1 part 1 shall report by April 1 of the current fiscal year to the  
2 senate and house appropriations committees, the senate and house  
3 fiscal agencies, and the state budget director on the following:

4 (a) A detailed spending plan by appropriation line item  
5 including description of programs and a summary of organizations  
6 receiving these funds.

7 (b) A description of allocations or bid processes including  
8 need or demand indicators used to determine allocations.

9 (c) Eligibility criteria for program participation and maximum  
10 benefit levels where applicable.

11 (d) Outcome measures used to evaluate programs, including  
12 measures of the effectiveness of these programs in improving the  
13 health of residents of this state.

14 Sec. 228. (1) If the department is authorized under state or  
15 federal law to collect an overpayment owed to the department, the  
16 department may assess a penalty of 1% per month beginning 60 days  
17 after notification. If an overpayment is caused by department  
18 error, a penalty may not be assessed until 6 months after the  
19 initial notification date of the overpayment amount. The department  
20 shall not collect penalty interest in an amount that exceeds the  
21 amount of the original overpayment. The state share of any funds  
22 collected under this section shall be deposited in the state  
23 general fund.

24 (2) By September 30 of the current fiscal year, the department  
25 shall report to the house and senate appropriations subcommittees  
26 on the department budget, the house and senate fiscal agencies, and  
27 the state budget office on penalty amounts assessed and paid by  
28 account during the current fiscal year, the reason for the penalty,  
29 and the current status of the account.

1           Sec. 229. From the \$370,000.00 of TANF revenue appropriated in  
2 part 1 for training and program support, the department shall  
3 extend the interagency agreement with the office of employment and  
4 training within the department of labor and economic opportunity  
5 for the duration of the current fiscal year, which concerns TANF  
6 funding to provide job readiness and welfare-to-work programming.  
7 \$10,000.00 of TANF revenue is appropriated in part 1 for the  
8 department to report the following specific outcome and performance  
9 measures to the senate and house appropriations subcommittees on  
10 the department budget, the senate and house appropriations  
11 subcommittees on general government, the senate and house fiscal  
12 agencies, the senate and house policy offices, and the state budget  
13 office by January 1 of the current fiscal year for the previous  
14 fiscal year:

15           (a) An itemized spending report on TANF funding, including all  
16 of the following:

17           (i) Direct services to recipients.

18           (ii) Administrative expenditures.

19           (b) The number of family independence program (FIP) recipients  
20 served through the TANF funding, including all of the following:

21           (i) The number and percentage who obtained employment through  
22 Michigan Works!

23           (ii) The number and percentage who fulfilled their TANF work  
24 requirement through other job readiness programming.

25           (iii) Average TANF spending per recipient.

26           (iv) The number and percentage of recipients who were referred  
27 to Michigan Works! but did not receive a job or job readiness  
28 placement and the reasons why.

29           (c) The following data itemized by Michigan Works! agency:

1           (i) The number of referrals to Michigan Works! job readiness  
2 programs.

3           (ii) The number of referrals to Michigan Works! job readiness  
4 programs who became a participant in the Michigan Works! job  
5 readiness programs.

6           (iii) The number of participants who obtained employment, and  
7 the cost per participant case.

8           Sec. 230. By December 31 of the current fiscal year, the  
9 department shall report to the senate and house appropriations  
10 subcommittees on the department budget, the senate and house fiscal  
11 agencies and policy offices, and the state budget office on the  
12 status of the implementation of any noninflationary, noncaseload,  
13 programmatic funding increases in the current fiscal year from the  
14 previous fiscal year. The report shall confirm the implementation  
15 of already implemented funding increases and provide explanations  
16 for any planned implementation of funding increases that have not  
17 yet occurred. For any planned implementation of funding increases  
18 that have not yet occurred, the department shall provide an  
19 expected implementation date and the reasons for delayed  
20 implementation.

21           Sec. 231. (1) The department shall not expend the funds  
22 appropriated in part 1 to enter into any contract with a Medicaid  
23 managed care organization of MI Choice waiver, MI Health Link, or  
24 behavioral health unless the Medicaid managed care organization  
25 agrees to do all of the following:

26           (a) Continue the direct care wage increase for the services  
27 noted in DHHS Medicaid Provider L Letter 21-76 under the Medicaid  
28 managed care organization's relevant program.

29           (b) Ensure to the greatest extent possible the full amount for

1 funds appropriated for a direct care worker wage increase, except  
2 for costs incurred by the employer, including payroll taxes, due to  
3 direct care worker wages are provided to direct care workers  
4 through maintained increased wages.

5 (c) Permit a direct care worker to elect, in writing or  
6 electronically, to not receive the wage increase provided in this  
7 section.

8 (d) Require direct care worker agencies that the Medicaid  
9 managed care organization subcontracts with to track and report  
10 quarterly the total amount and percent of Medicaid reimbursements  
11 paid to that direct care worker agency that are used to pay direct  
12 care worker wages.

13 (e) Require direct care worker agencies that the Medicaid  
14 managed care provider subcontracts with to track and report  
15 quarterly the hourly wages paid for each direct care worker hired  
16 by the direct care worker agency.

17 (f) Track quarterly the hourly wages paid each direct care  
18 worker hired directly by the Medicaid managed care organization or  
19 by CMHSP.

20 (g) Report quarterly to the department the information  
21 required in subdivisions (d), (e), and (f).

22 (2) Upon request, the department shall provide to the  
23 legislature the quarterly reports required in subsection (1)(g).

24 (3) By June 30 of the current fiscal year, the department  
25 shall provide the results of a market rate survey for direct care  
26 worker wages by PIHP region to the senate and house appropriations  
27 subcommittees on the department budget, the senate and house fiscal  
28 agencies, the senate and house policy offices, and the state budget  
29 office.

1           Sec. 232. (1) The department shall provide the approved  
2     spending plan for each line item receiving an appropriation in the  
3     current fiscal year to the senate and house appropriations  
4     subcommittees on the department budget and the senate and house  
5     fiscal agencies within 60 days after approval by the department but  
6     not later than January 15 of the current fiscal year. Compliance  
7     with this section is not met unless a line-item appropriation name  
8     is included in all places that a line-item appropriation number is  
9     listed. The spending plan shall include the following information  
10    regarding planned expenditures for each category: allocation in the  
11    previous period, change in the allocation, and new allocation. The  
12    spending plan shall include the following information regarding  
13    each revenue source for the line item: category of the fund source  
14    indicated by general fund/general purpose, state restricted, local,  
15    private, or federal. Figures included in the approved spending plan  
16    shall not be assumed to constitute the actual final expenditures,  
17    as line items may be updated on an as-needed basis to reflect  
18    changes in projected expenditures and projected revenue. The  
19    department shall supplement the spending plan information by  
20    providing a list of all active contracts and grants in the  
21    department's contract system. For amounts listed in the other  
22    contracts category of each spending plan, the department shall  
23    provide a list of all contracts and grants and amounts for the  
24    current fiscal year, and include the name of the line item and the  
25    name of the fund source related to each contract or grant and  
26    amount. For amounts listed in the all other costs category of each  
27    spending plan, the department shall provide a list detailing  
28    planned expenditures and amounts for the current fiscal year, and  
29    include the name of the line item and the name of the fund source

1 related to each amount and expenditure.

2 (2) Notwithstanding any other appropriation authority granted  
3 in part 1, the department shall not appropriate any additional  
4 general fund/general purpose funds or any related federal and state  
5 restricted funds without providing a written 30-day notice to the  
6 senate and house appropriations subcommittees on the department  
7 budget, the senate and house fiscal agencies, and the senate and  
8 house policy offices.

9 Sec. 233. If the state administrative board, acting under  
10 section 3 of 1921 PA 2, MCL 17.3, transfers funds from an amount  
11 appropriated under this article, the legislature may, by a  
12 concurrent resolution adopted by a majority of the members elected  
13 to and serving in each house, inter-transfer funds within this  
14 article for the particular department, board, commission, office,  
15 or institution.

16 Sec. 234. The departments and agencies receiving  
17 appropriations in part 1 shall receive and retain copies of all  
18 reports funded from appropriations in part 1. Federal and state  
19 guidelines for short-term and long-term retention of records shall  
20 be followed. The department may electronically retain copies of  
21 reports unless otherwise required by federal and state guidelines.

22 Sec. 236. (1) From the funds appropriated in part 1, the  
23 department shall do all of the following:

24 (a) Report to the house and senate appropriations committees,  
25 the house and senate fiscal agencies, the house and senate policy  
26 offices, and the state budget office any amount of severance pay  
27 for a department director, deputy director, or other high-ranking  
28 department official not later than 14 days after a severance  
29 agreement with the director or official is signed. The name of the

1 director or official and the amount of severance pay must be  
2 included in the report required by this subdivision.

3 (b) Maintain an internet website that posts any severance pay  
4 in excess of 6 weeks of wages, regardless of the position held by  
5 the former department employee receiving severance pay.

6 (c) By February 1, report to the house and senate  
7 appropriations subcommittees on the department budget, the house  
8 and senate fiscal agencies, the house and senate policy offices,  
9 and the state budget office on the total amount of severance pay  
10 remitted to former department employees during the fiscal year  
11 ending September 30, 2022 and the total number of former department  
12 employees that were remitted severance pay during the fiscal year  
13 ending September 30, 2022.

14 (2) As used in this section, "severance pay" means  
15 compensation that is both payable or paid upon the termination of  
16 employment and in addition to either wages or benefits earned  
17 during the course of employment or generally applicable retirement  
18 benefits.

19 Sec. 237. (1) Any department, agency, board, commission, or  
20 public officer that receives funding under part 1 shall not:

21 (a) Require as a condition of accessing any facility or  
22 receiving services that an individual provide proof that he or she  
23 has received a COVID-19 vaccine except as provided by federal law  
24 or as a condition of receiving federal Medicare or Medicaid  
25 funding.

26 (b) Produce, develop, issue, or require a COVID-19 vaccine  
27 passport.

28 (c) Develop a database or make any existing database publicly  
29 available to access an individual's COVID-19 vaccine status by any



1 person, company, or governmental entity.

2 (d) Require as a condition of employment that an employee or  
3 official provide proof that he or she has received a COVID-19  
4 vaccine. This subdivision does not apply to any hospital,  
5 congregate care facility, or other medical facility or any  
6 hospital, congregate care facility, or other medical facility  
7 operated by a local subdivision that receives federal Medicare or  
8 Medicaid funding.

9 (2) A department, agency, board, commission, or public officer  
10 may not subject any individual to any negative employment  
11 consequence, retaliation, or retribution because of that  
12 individual's COVID-19 vaccine status.

13 (3) Subsection (1) does not prohibit any person, department,  
14 agency, board, commission, or public officer from transmitting  
15 proof of an individual's COVID-19 vaccine status to any person,  
16 company, or governmental entity, so long as the individual provides  
17 affirmative consent.

18 (4) If a department, agency, board, commission, subdivision,  
19 or official or public officer is required to establish a vaccine  
20 policy due to a federal mandate, it must provide exemptions to any  
21 COVID-19 vaccine policy to the following individuals:

22 (a) An individual for whom a physician certifies that a COVID-  
23 19 vaccine is or may be detrimental to the individual's health or  
24 is not appropriate.

25 (b) An individual who provides a written statement to the  
26 effect that the requirements of the COVID-19 vaccine policy cannot  
27 be met because of religious convictions or other consistently held  
28 objection to immunization.

29 (5) As used in this section, "public officer" means a person

1 appointed by the governor or another executive department official  
2 or an elected or appointed official of this state or a political  
3 subdivision of this state.

4 Sec. 238. An executive branch department, agency, board, or  
5 commission that receives funding under part 1 shall not permit a  
6 state employee who was not working remotely, either full-time or  
7 part-time, before February 28, 2020 to work remotely, either full-  
8 time or part-time, during the current fiscal year.

9 Sec. 239. For behavioral and physical health services provided  
10 through managed care or the fee-for-service program, the department  
11 shall require, for the nonfacility component of the reimbursement  
12 rate, at least the same reimbursement for that service, if that  
13 service is provided through telemedicine, as if the service  
14 involved face-to-face contact between the health care professional  
15 and the patient.

16 Sec. 240. Appropriations in part 1 shall, to the extent  
17 possible by the department, not be expended until all existing work  
18 project authorization available for the same purposes is exhausted.

19 Sec. 241. By March 1 of the current fiscal year, the  
20 department shall report to the house and senate appropriations  
21 subcommittees on the department budget, the house and senate fiscal  
22 agencies, the house and senate policy offices, and the state budget  
23 director on total actual expenditures in the previous fiscal year  
24 for advertising and media outreach, including the purpose, amount,  
25 and fund source by program or appropriation line-item.

26 Sec. 242. From the funds appropriated in part 1 for  
27 departmental administration and management, \$100,000.00 is  
28 allocated to produce a description of programs report for the  
29 current fiscal year by November 10 of the current fiscal year. The

1 report shall be submitted to the senate and house appropriations  
2 committees, the senate and house fiscal agencies, and the senate  
3 and house policy offices. The report shall include the  
4 appropriation unit, the line-item name and number, the  
5 appropriation history, the program name, the program overview, the  
6 financing detail, and where applicable, the legal basis for the  
7 program and program effectiveness and outcomes.

8 Sec. 243. From the funds appropriated in part 1, the  
9 department shall allocate \$50,000.00 to provide notice and  
10 information to health care providers and the public that the  
11 department shall not use state restricted funds or state general  
12 funds, or allow grantees or subcontractors to use those funds,  
13 appropriated in part 1 to fund any elective abortion. As used in  
14 this section, "elective abortion" means the intentional use of an  
15 instrument, drug, or other substance or device to terminate a  
16 woman's pregnancy for a purpose other than to increase the  
17 probability of a live birth, to preserve the life or health of the  
18 child after live birth, or to remove a fetus that has died as a  
19 result of natural causes, accidental trauma, or a criminal assault  
20 on the pregnant woman. Elective abortion does not include any of  
21 the following:

22 (a) The use or prescription of a drug or device intended as a  
23 contraceptive.

24 (b) The intentional use of an instrument, drug, or other  
25 substance or device by a physician to terminate a woman's pregnancy  
26 if the woman's physical condition, in the physician's reasonable  
27 medical judgment, necessitates the termination of the woman's  
28 pregnancy to avert her death.

29 (c) Treatment upon a pregnant woman who is experiencing a

1 miscarriage or has been diagnosed with an ectopic pregnancy.

2       Sec. 244. On a monthly basis, the department shall report to  
3 the senate and house appropriations subcommittees on the department  
4 budget, the senate and house fiscal agencies, and the state budget  
5 office on any line-item appropriation for which the department  
6 estimates total annual expenditures would exceed the funds  
7 appropriated for that line-item appropriation by 5% or more. The  
8 department shall provide a detailed explanation for any relevant  
9 line-item appropriation exceedance and shall identify the  
10 corrective actions undertaken to mitigate line-item appropriation  
11 expenditures from exceeding the funds appropriated for that line-  
12 item appropriation by a greater amount. This section does not apply  
13 for line-item appropriations that are part of the May revenue  
14 estimating conference caseload and expenditure estimates.

15       Sec. 250. The director or a local health officer shall not  
16 issue or enforce any orders or other directives that require an  
17 individual in this state who is under the age of 18 to wear a face  
18 mask or face covering.

19       Sec. 251. From the funds appropriated in part 1 for  
20 departmental administration and support, the department must  
21 develop reports related to emergency orders involving an epidemic  
22 issued during the fiscal year ending on September 30, 2023. Within  
23 7 days after the issuance of any emergency order involving an  
24 epidemic, a report under this section must be provided to the  
25 senate and house appropriations committees and the senate and house  
26 fiscal agencies, and posted publicly on the department's website. A  
27 report under this section must contain the following:

28       (a) An explanation of the nature and scope of the epidemic  
29 that the emergency order is intended to address.

1 (b) A description of each area of the state that the  
2 department has determined is threatened by the epidemic.

3 (c) If applicable, an explanation that contains the evidence  
4 relied upon to determine that a procedure established in the  
5 emergency order ensures the continuation of essential public health  
6 services or the enforcement of health laws.

7 (d) If applicable, an explanation that contains the evidence  
8 relied upon to determine that a prohibition on gathering contained  
9 in the emergency order is necessary to protect the public health.

10 (e) A list of primary experts, organizations, or sources not  
11 affiliated with the department that were relied upon to issue the  
12 emergency order and any corresponding expenditures by the  
13 department associated with any such experts, organizations, or  
14 sources.

15 (f) A list of primary state government personnel responsible  
16 for developing the emergency order.

17 (g) A description of what factors the department will consider  
18 when deciding to terminate or modify the order.

19 Sec. 252. The appropriations in part 1 for Healthy Michigan  
20 plan - behavioral health, Healthy Michigan plan administration, and  
21 Healthy Michigan plan are contingent on the provisions of the  
22 social welfare act, 1939 PA 280, MCL 400.1 to 400.119b, that were  
23 contained in 2013 PA 107 not being amended, repealed, or otherwise  
24 altered to eliminate the Healthy Michigan plan. If that occurs,  
25 then, upon the effective date of the amendatory act that amends,  
26 repeals, or otherwise alters those provisions, the remaining funds  
27 in the Healthy Michigan plan - behavioral health, Healthy Michigan  
28 plan administration, and Healthy Michigan plan line items shall  
29 only be used to pay previously incurred costs and any remaining

1 appropriations shall not be allotted to support those line items.

2       Sec. 253. The funds appropriated in part 1 for Medicaid are  
3 contingent on House Bill No. 6011 of the 101st Legislature being  
4 enacted into law. If House Bill No. 6011 of the 101st Legislature  
5 is not enacted into law by October 1 of the current fiscal year,  
6 the funds appropriated in part 1 for Medicaid must only be used to  
7 pay for costs incurred prior to enactment.

8       Sec. 258. (1) In collaboration with the department of  
9 education and the department of state police, the department shall  
10 promote and support initiatives in schools and other educational  
11 organizations that include, but are not limited to, training for  
12 educators, teachers, and other personnel in school settings for all  
13 of the following:

14           (a) The utilization of trauma-informed practices.

15           (b) Age-appropriate education and information on human  
16 trafficking.

17           (c) Age-appropriate education and information on sexual abuse  
18 prevention.

19       (2) The collaboration shall include the child welfare  
20 institute within the department, which provides training and  
21 education for public and private employees who work within the  
22 child protective services, foster care, adoption, and juvenile  
23 justice systems.

24       (3) The department shall report by March 1 of the current  
25 fiscal year on the activities and status of implementation of the  
26 requirements described in subsections (1) and (2) to the house and  
27 senate appropriations subcommittees on the department budget, the  
28 house and senate fiscal agencies, the house and senate policy  
29 offices, and the state budget office.

1           Sec. 263. (1) Except as otherwise provided in this subsection,  
2 before submission of a waiver, a state plan amendment, or a similar  
3 proposal to CMS or other federal agency, the department shall  
4 provide written notification of the planned submission to the house  
5 and senate appropriations subcommittees on the department budget,  
6 the house and senate fiscal agencies and policy offices, and the  
7 state budget office. This subsection does not apply to the  
8 submission of a waiver, a state plan amendment, or similar proposal  
9 that does not propose a material change or is outside of the  
10 ordinary course of waiver, state plan amendment, or similar  
11 proposed submissions.

12           (2) The department shall provide written reports on a  
13 semiannual basis to the senate and house appropriations  
14 subcommittees on the department budget, the senate and house fiscal  
15 agencies, and the state budget office summarizing the status of any  
16 new or ongoing discussions with CMS, the United States Department  
17 of Health and Human Services, or other federal agency regarding  
18 potential or future waiver applications as well as the status of  
19 submitted waivers that have not yet received federal approval. If,  
20 at the time a semiannual report is due, there are no reportable  
21 items, then no report is required to be provided.

22           Sec. 264. The department shall not take disciplinary action  
23 against an employee of the department in the state classified civil  
24 service for communicating with a member of the legislature or his  
25 or her staff, unless the communication is prohibited by law and the  
26 department is exercising its authority as provided by law.

27           Sec. 270. The department shall advise the legislature of the  
28 receipt of a notification from the attorney general's office of a  
29 legal action in which expenses had been recovered according to

1 section 106(6) of the social welfare act, 1939 PA 280, MCL 400.106.  
2 By February 1 of the current fiscal year, the department shall  
3 submit a written report to the house and senate appropriations  
4 subcommittees on the department budget, the house and senate fiscal  
5 agencies, and the state budget office that includes, at a minimum,  
6 all of the following:

7 (a) The total amount recovered from the legal action.

8 (b) The program or service for which the money was originally  
9 expended.

10 (c) Details on the disposition of the funds recovered such as  
11 the appropriation or revenue account in which the money was  
12 deposited.

13 (d) A description of the facts involved in the legal action.

14 Sec. 274. (1) The department, in collaboration with the state  
15 budget office, shall submit to the house and senate appropriations  
16 subcommittees on the department budget, the house and senate fiscal  
17 agencies, and the house and senate policy offices 1 week after the  
18 day the governor submits to the legislature the budget for the  
19 ensuing fiscal year a report on spending and revenue projections  
20 for each of the capped federal funds listed below. The report shall  
21 contain actual spending and revenue in the previous fiscal year,  
22 spending and revenue projections for the current fiscal year as  
23 enacted, and spending and revenue projections within the executive  
24 budget proposal for the fiscal year beginning October 1, 2023 for  
25 each individual line item for the department budget. The report  
26 shall also include federal funds transferred to other departments.  
27 The capped federal funds shall include, but not be limited to, all  
28 of the following:

29 (a) TANF.



1 (b) Title XX social services block grant.

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

3 (d) Title IV-B part II promoting safe and stable families  
4 funds.

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

6 (2) It is the intent of the legislature that the department,  
7 in collaboration with the state budget office, not utilize capped  
8 federal funding for economics adjustments for FTEs or other  
9 economics costs that are included as part of the budget submitted  
10 to the legislature by the governor for the ensuing fiscal year,  
11 unless there is a reasonable expectation for increased federal  
12 funding to be available to the department from that capped revenue  
13 source in the ensuing fiscal year.

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

18 (a) Other departments.

19 (b) Local units of government.

20 (c) Private sources.

21 Sec. 275. (1) On a quarterly basis, the department, with the  
22 approval of the state budget director, is authorized to realign  
23 sources between other federal, TANF, and capped federal financing  
24 authorizations in order to maximize federal revenues. This  
25 realignment of financing shall not produce a gross increase or  
26 decrease in the department's total individual line item  
27 authorizations, nor will it produce a net increase or decrease in  
28 total federal revenues, or a net increase in TANF authorization.

29 (2) On a quarterly basis the department shall report to the

1 house and senate appropriations subcommittees on the department  
2 budget, the house and senate fiscal agencies, and the house and  
3 senate policy offices on the realignment of federal fund sources  
4 transacted to date in the current fiscal year under the authority  
5 of subsection (1), including the dates, line items, and amounts of  
6 the transactions.

7 (3) Within 30 days after the date on which year-end book  
8 closing is completed, the department shall submit to the house and  
9 senate appropriations subcommittees on the department budget, the  
10 house and senate fiscal agencies, and the house and senate policy  
11 offices a report on the realignment of federal fund sources that  
12 took place as part of the year-end closing process for the previous  
13 fiscal year.

14 Sec. 280. By March 1 of the current fiscal year, the  
15 department shall provide a report to the house and senate  
16 appropriations subcommittees on the department budget, the house  
17 and senate fiscal agencies, the house and senate policy offices,  
18 and the state budget director that provides all of the following  
19 for each line item in part 1 containing personnel-related costs,  
20 including the specific individual amounts for salaries and wages,  
21 payroll taxes, and fringe benefits:

22 (a) FTE authorization.

23 (b) Spending authorization for personnel-related costs, by  
24 fund source, under the spending plan.

25 (c) Actual year-to-date expenditures for personnel-related  
26 costs, by fund source, through the end of the prior month.

27 (d) The projected year-end balance or shortfall for personnel-  
28 related costs, by fund source, based on actual monthly spending  
29 levels through the end of the prior month.

1 (e) A specific plan for addressing any projected shortfall for  
2 personnel-related costs at either the gross or fund source level.

3 Sec. 288. (1) Indirect costs must be limited to no more than  
4 10% of a grant award funded solely from state restricted funds or  
5 general funds and designated in this part or part 1 to a specific  
6 entity for the purpose of funding services to individuals.

7 (2) The department may allow a contract grant award to exceed  
8 the limitation on indirect costs if the department and the grantee  
9 can demonstrate that an exception should be made to the provision  
10 in subsection (1).

11 (3) By September 30 of the current fiscal year, the department  
12 shall report to the house and senate appropriations subcommittees  
13 on the department budget, house and senate fiscal agencies, and  
14 state budget office on the rationale for all exceptions made to the  
15 provision in subsection (1) and the number of grant agreements  
16 terminated due to violations of subsection (1). If, at the time the  
17 report is due, there are no reportable items under this section,  
18 then no report is required to be provided.

19 Sec. 289. By March 1 of the current fiscal year, the  
20 department shall provide to the senate and house appropriations  
21 subcommittees on the department budget, the senate and house fiscal  
22 agencies, and the senate and house policy offices an annual report  
23 on the supervisor-to-staff ratio by department divisions and  
24 subdivisions.

25 Sec. 290. Any public advertisement for public assistance shall  
26 also inform the public of the welfare fraud hotline operated by the  
27 department.

28 Sec. 296. From the funds appropriated in part 1, the  
29 department to the extent permissible under section 8 of 1964 PA

1 170, MCL 691.1408, is responsible for the necessary and reasonable  
2 attorney fees and costs incurred by private and independent legal  
3 counsel chosen by current and former classified and unclassified  
4 department employees in the defense of the employees in any state  
5 or federal lawsuit or investigation related to the water system in  
6 a city or community in which a declaration of emergency was issued  
7 because of drinking water contamination.

8 Sec. 297. (1) On a quarterly basis, the department shall  
9 report to the senate and house appropriations committees, the  
10 senate and house appropriations subcommittees on the department  
11 budget, and the senate and house fiscal agencies the following  
12 information:

13 (a) The number of FTE positions in pay status by civil service  
14 classification.

15 (b) A comparison by line item of the number of FTE positions  
16 authorized from funds appropriated in part 1 to the actual number  
17 of FTE positions employed by the department at the end of the  
18 reporting period.

19 (2) By March 1 of the current fiscal year, the department  
20 shall report to the senate and house appropriations committees, the  
21 senate and house appropriations subcommittees on the department  
22 budget, and the senate and house fiscal agencies the following  
23 information:

24 (a) Number of employees that were engaged in remote work in  
25 2022.

26 (b) Number of employees of the department authorized to work  
27 remotely and the actual number of those working remotely in the  
28 current reporting period.

29 (c) Estimated net cost savings achieved by the department by

1 remote work.

2 (d) Reduced use of office space associated with remote work.

3 Sec. 299. (1) No state department or agency shall issue a  
4 request for proposal (RFP) for a contract in excess of  
5 \$5,000,000.00, unless the department or agency has first considered  
6 issuing a request for information (RFI) or a request for  
7 qualification (RFQ) relative to that contract to better enable the  
8 department or agency to learn more about the market for the  
9 products or services that are the subject of the RFP. The  
10 department or agency shall notify the department of technology,  
11 management, and budget of the evaluation process used to determine  
12 if an RFI or RFQ was not necessary prior to issuing the RFP.

13 (2) From funds appropriated in part 1, for all RFPs issued  
14 during the current fiscal year where an existing service received  
15 proposals by multiple vendors, the department shall notify all  
16 vendors within 30 days after the RFP decision. The notification to  
17 vendors shall include details on the RFP process, including the  
18 respective RFP scores and the respective cost for each vendor. If  
19 the highest scored RFP or lowest cost RFP does not receive the  
20 contract for an existing service offered by the department, the  
21 notification shall issue an explanation for the reasons that the  
22 highest scored RFP or lowest cost RFP did not receive the contract  
23 and detail the incremental cost target amount or service level  
24 required that was required to migrate the service to a new vendor.  
25 Additionally, the department shall include in the notification  
26 details as to why a cost or service difference is justifiable if  
27 the highest scored or lowest cost vendor does not receive the  
28 contract.

29 (3) The department shall submit to the senate and house

1 appropriations subcommittees on the department budget, the senate  
2 and house fiscal agencies, the senate and house policy offices, and  
3 the state budget office by September 30 of the current fiscal year,  
4 a report that includes the following:

5 (a) A summary of all RFPs issued for a contract in excess of  
6 \$5,000,000.00 including whether an RFI or RFQ was considered, and  
7 whether an RFI or RFQ was issued before issuing the RFP or whether  
8 the issuance of an RFI or RFQ was determined not to be necessary.

9 (b) A summary of all RFPs during the current fiscal year if an  
10 existing service received proposals by multiple vendors.

11 (c) A list of all finalized RFPs if there was a divergence  
12 from awarding the contract to the lowest-cost or highest-scoring  
13 vendor, and details as to why a divergence is justifiable as  
14 provided in the notification to vendors under subsection (2).

15 (d) The cost or service threshold required by department  
16 policy that must be satisfied in order for an existing contract to  
17 be received by a new vendor.

18  
19 **DEPARTMENTAL ADMINISTRATION AND SUPPORT**

20 Sec. 301. From the funds appropriated in part 1 for terminal  
21 leave payments, the department shall not spend in excess of its  
22 annual gross appropriation unless it identifies and requests a  
23 legislative transfer from another budgetary line item supporting  
24 administrative costs, as provided by section 393(2) of the  
25 management and budget act, 1984 PA 431, MCL 18.1393.

26  
27 **CHILD SUPPORT ENFORCEMENT**

28 Sec. 401. (1) The appropriations in part 1 assume a total  
29 federal child support incentive payment of \$26,500,000.00.

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

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

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

12           (5) If the child support incentive payment to the state from  
13 the federal government is greater than the amount needed to satisfy  
14 the provisions identified in subsections (1), (2), (3), and (4),  
15 the additional funds shall be subject to appropriation by the  
16 legislature.

17           (6) If the child support incentive payment to the state from  
18 the federal government is less than \$26,500,000.00, then the state  
19 and county share shall each be reduced by 50% of the shortfall.

20           Sec. 409. (1) If statewide retained child support collections  
21 exceed \$38,300,000.00, 75% of the amount in excess of  
22 \$38,300,000.00 is appropriated to legal support contracts. This  
23 excess appropriation may be distributed to eligible counties to  
24 supplement and not supplant county title IV-D funding.

25           (2) Each county whose retained child support collections in  
26 the current fiscal year exceed its fiscal year 2004-2005 retained  
27 child support collections, excluding tax offset and financial  
28 institution data match collections in both the current fiscal year  
29 and fiscal year 2004-2005, shall receive its proportional share of

1 the 75% excess.

2 Sec. 410. (1) If title IV-D-related child support collections  
3 are escheated, the state budget director is authorized to adjust  
4 the sources of financing for the funds appropriated in part 1 for  
5 legal support contracts to reduce federal authorization by 66% of  
6 the escheated amount and increase general fund/general purpose  
7 authorization by the same amount. This budget adjustment is  
8 required to offset the loss of federal revenue due to the escheated  
9 amount being counted as title IV-D program income in accordance  
10 with federal regulations at 45 CFR 304.50.

11 (2) The department shall notify the chairs of the house and  
12 senate appropriations subcommittees on the department budget and  
13 the house and senate fiscal agencies within 15 days after the  
14 authorization adjustment in subsection (1).  
15

16 **COMMUNITY SERVICES AND OUTREACH**

17 Sec. 450. (1) From the funds appropriated in part 1 for school  
18 success partnership program, the department shall allocate  
19 \$525,000.00 of TANF revenue by December 1 of the current fiscal  
20 year to support the Northeast Michigan Community Service Agency  
21 programming. The department shall require the following performance  
22 objectives be measured and reported for the duration of the state  
23 funding for the school success partnership program:

24 (a) Increasing school attendance and decreasing chronic  
25 absenteeism.

26 (b) Increasing academic performance based on grades with  
27 emphasis on math and reading.

28 (c) Identifying barriers to attendance and success and  
29 connecting families with resources to reduce these barriers.



1 (d) Increasing parent involvement with the parent's child's  
2 school and community.

3 (2) By July 15 of the current fiscal year, the Northeast  
4 Michigan Community Service Agency shall provide reports to the  
5 department on the number of children and families served and the  
6 services that were provided to families to meet the performance  
7 objectives identified in this section. The department shall  
8 distribute the reports within 1 week after receipt to the senate  
9 and house appropriations subcommittees on the department budget,  
10 the senate and house fiscal agencies, the senate and house policy  
11 offices, and the state budget office.

12 Sec. 451. (1) From the funds appropriated in part 1 for crime  
13 victim justice assistance grants, the department shall allocate  
14 \$102,600.00 of state general fund/general purpose revenue for a  
15 sexual assault nurse examiners program at a hospital in a city with  
16 a population between 21,600 and 21,700 according to the most recent  
17 federal decennial census within a county with a population between  
18 64,300 and 64,400 according to the most recent federal decennial  
19 census. Funds must be used to support staff compensation and  
20 training, victim needs, and community awareness, education, and  
21 prevention programs.

22 (2) The crime victim services commission may review the uses  
23 of funds appropriated in this section to determine if it merits  
24 utilization of the crime victim's rights fund on an ongoing basis  
25 in subsequent fiscal years.

26 Sec. 452. From the funds appropriated in part 1 for crime  
27 victim justice assistance grants, the department shall continue to  
28 support forensic nurse examiner programs to facilitate training for  
29 improved evidence collection for the prosecution of sexual assault.

1 The funds shall be used for program coordination and training.

2 Sec. 453. (1) From the funds appropriated in part 1 for  
3 homeless programs, the department shall allocate funds to the  
4 emergency shelter program to support efforts of shelter providers  
5 to move homeless individuals and households into permanent housing  
6 as quickly as possible. Funding provided shall be equal to or  
7 exceed the amount a provider would receive if paid a \$19.00 per  
8 diem rate per bed night. Expected outcomes are increased shelter  
9 discharges to stable housing destinations, decreased recidivism  
10 rates for shelter clients, and a reduction in the average length of  
11 stay in emergency shelters.

12 (2) By March 1 of the current fiscal year, the department  
13 shall submit to the house and senate appropriations subcommittees  
14 on the department budget, the house and senate fiscal agencies, the  
15 house and senate policy offices, and the state budget office a  
16 report on the total amount expended for the program in the prior 2  
17 fiscal years, the total number of shelter nights provided, and the  
18 average length of stay in an emergency shelter.

19 Sec. 454. The department shall allocate the full amount of  
20 funds appropriated in part 1 for homeless programs to provide  
21 services for homeless individuals and families, including, but not  
22 limited to, third-party contracts for emergency shelter services.

23 Sec. 455. As a condition of receipt of federal TANF revenue,  
24 homeless shelters and human services agencies shall collaborate  
25 with the department to obtain necessary TANF eligibility  
26 information on families as soon as possible after admitting a  
27 family to the homeless shelter. From the funds appropriated in part  
28 1 for homeless programs, the department is authorized to make  
29 allocations of TANF revenue only to the homeless shelters and human

1 services agencies that report necessary data to the department for  
2 the purpose of meeting TANF eligibility reporting requirements.  
3 Homeless shelters or human services agencies that do not report  
4 necessary data to the department for the purpose of meeting TANF  
5 eligibility reporting requirements will not receive reimbursements  
6 that exceed the per diem amount they received in fiscal year 2000.  
7 The use of TANF revenue under this section is not an ongoing  
8 commitment of funding.

9 Sec. 456. From the funds appropriated in part 1 for homeless  
10 programs, the department shall allocate \$90,000.00 to reimburse  
11 public service agencies that provide documentation of paying birth  
12 certificate fees on behalf of category 1 homeless clients at county  
13 clerk's offices. Public service agencies shall be reimbursed for  
14 the cost of the birth certificate fees quarterly until this  
15 allocation is fully spent.

16 Sec. 457. (1) From the funds appropriated in part 1 for the  
17 uniform statewide sexual assault evidence kit tracking system, in  
18 accordance with the final report of the Michigan sexual assault  
19 evidence kit tracking and reporting commission, \$225,100.00 is  
20 allocated from the general fund to contract for the administration  
21 of a uniform statewide sexual assault evidence kit tracking system.  
22 The system shall include the following:

23 (a) A uniform statewide system to track the submission and  
24 status of sexual assault evidence kits.

25 (b) A uniform statewide system to audit untested kits that  
26 were collected on or before March 1, 2015 and were released by  
27 victims to law enforcement.

28 (c) Secure electronic access for victims.

29 (d) The ability to accommodate concurrent data entry with kit

1 collection through various mechanisms, including web entry through  
2 computer or smartphone, and through scanning devices.

3 (2) By March 30 of the current fiscal year, the department  
4 shall submit to the senate and house appropriations subcommittees  
5 on the department budget, the senate and house fiscal agencies, the  
6 senate and house policy offices, and the state budget office a  
7 status report on the administration of the uniform statewide sexual  
8 assault evidence kit tracking system, including operational status  
9 and any known issues regarding implementation.

10 (3) The sexual assault evidence tracking fund established in  
11 section 1451 of 2017 PA 158 shall continue to be maintained in the  
12 department of treasury. Money in the sexual assault evidence  
13 tracking fund at the close of a fiscal year remains in the sexual  
14 assault evidence tracking fund, does not revert to the general  
15 fund, and shall be appropriated as provided by law for the  
16 development and implementation of a uniform statewide sexual  
17 assault evidence kit tracking system as described in subsection  
18 (1).

19 (4) By September 30 of the current fiscal year, the department  
20 shall submit to the senate and house appropriations subcommittees  
21 on the department budget, the senate and house fiscal agencies, the  
22 senate and house policy offices, and the state budget office a  
23 report on the findings of the annual audit of the proper submission  
24 of sexual assault evidence kits as required by and in compliance  
25 with the sexual assault kit evidence submission act, 2014 PA 227,  
26 MCL 752.931 to 752.935. The report must include, but is not limited  
27 to, a detailed county-by-county compilation of the number of sexual  
28 assault evidence kits that were properly submitted and the number  
29 that met or did not meet deadlines established in the sexual

1 assault kit evidence submission act, 2014 PA 227, MCL 752.931 to  
2 752.935, the number of sexual assault evidence kits retrieved by  
3 law enforcement after analysis, and the physical location of all  
4 released sexual assault evidence kits collected by health care  
5 providers in that year, as of the date of the annual draft report  
6 for each reporting agency.

7 Sec. 458. From the funds appropriated in part 1 for crime  
8 victim rights services grants, the department shall allocate  
9 \$2,000,000.00 from the crime victim's rights fund to maintain  
10 increased grant funding to support the further use of crime victim  
11 advocates in the criminal justice system. The purpose of the  
12 additional funding is to increase available grant funding for crime  
13 victim advocates to ensure that the advocates have the resources,  
14 training, and funding needed to respond to the physical and  
15 emotional needs of crime victims and to provide victims with the  
16 necessary services, information, and assistance in order to help  
17 them understand and participate in the criminal justice system and  
18 experience a measure of safety and security throughout the legal  
19 process.

20 Sec. 459. From the funds appropriated in part 1 for child  
21 advocacy centers, the department shall allocate \$2,000,000.00 of  
22 state general fund/general purpose revenue to child advocacy  
23 centers to support the general operations of child advocacy  
24 centers. The purpose of this additional funding is to increase the  
25 amount of services provided to children and their families who are  
26 victims of abuse over the amount provided in the previous fiscal  
27 year. The additional funding directed in this section shall only be  
28 used for the purposes described under section 4 of the children's  
29 advocacy center act, 2008 PA 544, MCL 722.1044.

1           Sec. 461. (1) From the funds appropriated in part 1 for  
2 runaway and homeless youth grants, the department shall allocate  
3 \$900,000.00 of state general fund/general purpose revenue to  
4 support the runaway and homeless youth services program. The  
5 purpose of the funding is to support current programs for  
6 contracted providers that provide emergency shelter and services to  
7 homeless and runaway youth.

8           (2) From the funds appropriated in part 1 for runaway and  
9 homeless youth grants, the department shall allocate \$100.00 to  
10 support runaway and homeless youth services programs. The purpose  
11 of the additional funding is to support current programs for  
12 contracted providers that provide emergency shelter and services to  
13 homeless and runaway youth.

14           (3) By March 1 of the current fiscal year, the department  
15 shall submit to the house and senate appropriations subcommittees  
16 on the department budget, the house and senate fiscal agencies, the  
17 house and senate policy offices, and the state budget office a  
18 report on the total amount expended for runaway and homeless youth  
19 services programs in the previous year, and the total number of  
20 shelter nights for youth provided.

21           Sec. 462. (1) If funding becomes available from the funds  
22 appropriated in part 1 for crime victim justice assistance grants,  
23 the department shall allocate \$4,000,000.00 to implement 4 trauma  
24 recovery center program pilot projects. The pilot projects shall  
25 utilize the evidence-informed integrated trauma recovery services  
26 model developed by the University of California - San Francisco for  
27 service provision and shall be located in a city with a population  
28 between 52,300 and 53,000 according to the most recent federal  
29 decennial census, in a city with a population between 21,600 and

1 21,700 according to the most recent federal decennial census, in a  
2 city with a population between 81,200 and 81,300 according to the  
3 most recent federal decennial census, and in a city with a  
4 population greater than 500,000 according to the most recent  
5 federal decennial census.

6 (2) It is the intent of the legislature that each pilot  
7 project shall be designed to last at least 3 years.

8 (3) If funding becomes available, by March 1 of the current  
9 fiscal year, the department shall report to the senate and house  
10 subcommittees on the department budget, the senate and house fiscal  
11 agencies, the senate and house policy offices, and the state budget  
12 office on all of the following:

13 (a) The number of participants by pilot project site.

14 (b) The number of participants by crime type, broken down by  
15 pilot project site.

16 (c) The number of direct service providers by pilot project  
17 site.

18 (d) The number of direct services provided, broken down by  
19 type of service and by pilot project site.

20 (e) The administrative costs by pilot project site.

21 (f) The average length of service provision by pilot project  
22 site.

23 (g) The average length of service provision, broken down by  
24 type of service and by pilot project site.

25 (h) The average cost per participant by pilot project site.

26 (4) The department may explore the development of a mobile  
27 trauma recovery center to provide services to rural areas in this  
28 state.

29 Sec. 463. From the funds appropriated in part 1 for runaway

1 and homeless youth grants and domestic violence prevention and  
2 treatment, the department is authorized to make allocations of TANF  
3 revenue only to agencies that report necessary data to the  
4 department for the purpose of meeting TANF eligibility reporting  
5 requirements.

6 Sec. 464. From the funds appropriated in part 1 for diaper  
7 assistance payments, \$1,500,000.00 must be allocated as grants to  
8 diaper assistance programs established as of January 1, 2020. The  
9 funds must be used only to purchase diapering supplies for children  
10 under 36 months of age. Funds must be evenly distributed to all  
11 regions of this state as defined by the Michigan economic recovery  
12 council. From the funds appropriated in this section, the  
13 department shall allocate \$1,000,000.00 to pregnancy resource  
14 centers to fund the purchase of diapering supplies for children  
15 under 36 months of age.

16 Sec. 465. (1) From the funds appropriated in part 1 for  
17 community services and outreach administration, \$950,000.00 must be  
18 distributed as provided in subsection (2). The amount distributed  
19 under this subsection must not exceed 50% of the total operating  
20 expenses of the program described in subsection (2), with the  
21 remaining 50% paid by local United Way organizations and other  
22 nonprofit organizations and foundations.

23 (2) Funds distributed under subsection (1) must be distributed  
24 to Michigan 2-1-1, a nonprofit corporation organized under the laws  
25 of this state that is exempt from federal income tax under section  
26 501(c)(3) of the internal revenue code of 1986, 26 USC 501, and  
27 whose mission is to coordinate and support a statewide 2-1-1  
28 system. Michigan 2-1-1 shall use the funds only to fulfill the  
29 Michigan 2-1-1 business plan adopted by Michigan 2-1-1 in January



1 2005.

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

5 (4) Michigan 2-1-1 shall report annually to the department,  
6 the house and senate standing committees with primary jurisdiction  
7 over matters relating to human services and telecommunications, the  
8 senate and house appropriations subcommittees on the department  
9 budget, and the senate and house fiscal agencies on 2-1-1 system  
10 performance, including, but not limited to, call volume by health  
11 and human service needs and unmet needs identified through caller  
12 data and number and percentage of callers referred to public or  
13 private provider types.

14  
15 **CHILDREN'S SERVICES AGENCY - CHILD WELFARE**

16 Sec. 501. (1) A goal is established that not more than 25% of  
17 all children in foster care at any given time during the current  
18 fiscal year, if in the best interest of the child, will have been  
19 in foster care for 24 months or more.

20 (2) By March 1 of the current fiscal year, the department  
21 shall provide to the senate and house appropriations subcommittees  
22 on the department budget, the senate and house fiscal agencies, the  
23 senate and house policy offices, and the state budget office a  
24 report describing the steps that will be taken to achieve the  
25 specific goal established in this section and on the percentage of  
26 children who currently are in foster care and who have been in  
27 foster care a total of 24 or more months.

28 Sec. 502. From the funds appropriated in part 1 for foster  
29 care, the department shall provide 50% reimbursement to Indian

1 tribal governments for foster care expenditures for children who  
2 are under the jurisdiction of Indian tribal courts and who are not  
3 otherwise eligible for federal foster care cost sharing. The  
4 department may provide up to 100% reimbursement to Indian tribal  
5 governments that enter into a state-tribal title IV-E agreement  
6 allowed under this state's title IV-E state plan.

7 Sec. 503. (1) In accordance with the final report of the  
8 Michigan child welfare performance-based funding task force issued  
9 in response to section 503 of article X of 2013 PA 59, the  
10 department shall continue to review, update, or develop actuarially  
11 sound case rates for necessary child welfare foster care case  
12 management services that achieve permanency by the department and  
13 private child placing agencies in a prospective payment system  
14 under a performance-based funding model.

15 (2) In accordance with the final report of the Michigan child  
16 welfare performance-based funding task force issued in response to  
17 section 503 of article X of 2013 PA 59, the department shall  
18 continue an independent, third-party evaluation of the performance-  
19 based funding model.

20 (3) The department shall only implement the performance-based  
21 funding model into additional counties where the department,  
22 private child welfare agencies, the county, and the court operating  
23 within that county have signed a memorandum of understanding that  
24 incorporates the intentions of the concerned parties in order to  
25 implement the performance-based funding model.

26 (4) The department, in conjunction with members from both the  
27 house of representatives and senate, private child placing  
28 agencies, the courts, and counties shall continue to implement the  
29 recommendations that are described in the workgroup report that was

1 provided in section 503 of article X of 2013 PA 59 to establish a  
2 performance-based funding model pilot program for public and  
3 private child welfare services providers. The department shall  
4 provide quarterly reports on the status of the performance-based  
5 contracting model to the senate and house appropriations  
6 subcommittees on the department budget, the senate and house  
7 standing committees on families and human services, and the senate  
8 and house fiscal agencies and policy offices.

9 (5) From the funds appropriated in part 1 for the performance-  
10 based funding model pilot, the department shall continue to work  
11 with the West Michigan Partnership for Children Consortium on the  
12 implementation of the performance-based funding model pilot. The  
13 consortium shall accept and comprehensively assess referred youth,  
14 assign cases to members of its continuum or leverage services from  
15 other entities, and make appropriate case management decisions  
16 during the duration of a case. The consortium shall operate an  
17 integrated continuum of care structure, with services provided by  
18 both private and public agencies, based on individual case needs.  
19 The consortium shall demonstrate significant organizational  
20 capacity and competencies, including experience with managing risk-  
21 based contracts, financial strength, experienced staff and  
22 leadership, and appropriate governance structure.

23 Sec. 504. (1) From the funds appropriated in part 1, the  
24 department shall continue the master agreement with the West  
25 Michigan Partnership for Children Consortium for a performance-  
26 based child welfare contracting program. The consortium shall  
27 consist of a network of affiliated child welfare service providers  
28 that will accept and comprehensively assess referred youth, assign  
29 cases to members of its continuum or leverage services from other

1 entities, and make appropriate case management decisions during the  
2 duration of a case.

3 (2) As a condition for receiving the funding in part 1, the  
4 West Michigan Partnership of Children Consortium shall maintain a  
5 contract agreement with the department that supports a global  
6 capitated payment model. The capitated payment amount shall be  
7 based on historical averages of the number of children served in  
8 Kent County and for the costs per foster care case. The West  
9 Michigan Partnership for Children Consortium is required to manage  
10 the cost of the child population it serves. The capitated payment  
11 amount shall be reviewed and adjusted no less than twice during the  
12 current fiscal year or due to any policy changes implemented by the  
13 department that result in a volume of placements that differ in a  
14 statistically significant manner from the amount allocated in the  
15 annual contract between the department and the West Michigan  
16 Partnership for Children Consortium as determined by an independent  
17 actuary as well as to account for changes in case volumes and any  
18 statewide rate increases that are implemented. The contract  
19 agreement requires that the West Michigan Partnership for Children  
20 Consortium shall maintain the following stipulations and  
21 conditions:

22 (a) That the service component of the capitated payment will  
23 be calculated assuming rates paid to providers under the program  
24 are generally consistent with the department's payment policies for  
25 providers throughout the rest of this state.

26 (b) To maintain a risk reserve of at least \$1,500,000.00 to  
27 ensure it can meet unanticipated expenses within a given fiscal  
28 year.

29 (c) That until the risk reserve is established, the West

1 Michigan Partnership for Children Consortium shall submit to the  
2 department a plan for how they will manage expenses to fit within  
3 their capitated payment revenue. The department shall review and  
4 approve any new investments in provider payments above statewide  
5 rates and norms to ensure they are supported by offsetting savings  
6 so that costs remain within available revenue.

7 (d) To cooperate with the department on an independent fiscal  
8 analysis of costs incurred and revenues received during the course  
9 of the program to date.

10 (3) By March 1 of the current fiscal year, the consortium  
11 shall provide to the department and the house and senate  
12 appropriations subcommittees on the department budget a report on  
13 the consortium, including, but not limited to, actual expenditures,  
14 number of children placed by agencies in the consortium, fund  
15 balance of the consortium, and the outcomes measured.

16 Sec. 505. By March 1 of the current fiscal year, the  
17 department shall provide to the senate and house appropriations  
18 subcommittees on the department budget, the senate and house fiscal  
19 agencies and policy offices, and the state budget office a report  
20 on youth referred or committed to the department for care or  
21 supervision in the previous fiscal year and in the first quarter of  
22 the current fiscal year outlining the number of youth served by the  
23 department within the juvenile justice system, the type of setting  
24 for each youth, performance outcomes, and financial costs or  
25 savings.

26 Sec. 506. From the funds appropriated in part 1 for attorney  
27 general contract, by March 1 of the current fiscal year, the  
28 department shall submit to the senate and house appropriations  
29 subcommittees on the department budget, the senate and house fiscal

1 agencies, the senate and house policy offices, and the state budget  
2 office, a report on the juvenile justice system in any county in  
3 which funds appropriated in part 1 are expended. The report shall  
4 include, but not be limited to, the following:

5 (a) The number of youth referred or committed to the  
6 department for care or supervision in the previous fiscal year and  
7 in the first quarter of the current fiscal year.

8 (b) The number of youth referred or committed to the care or  
9 supervision of the county in which funds appropriated in part 1  
10 were expended for the previous fiscal year and the first quarter of  
11 the current fiscal year.

12 (c) The type of setting for each youth referred or committed  
13 for care or supervision, any applicable performance outcomes, and  
14 identified financial costs or savings.

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

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

25 (2) For the funds described in subsection (1), the department  
26 shall ensure that administrative delays are avoided and the local  
27 grant recipients and direct service providers receive money in an  
28 expeditious manner. The department and board shall make available  
29 the children's trust fund contract funds to grantees within 31 days

1 of the start date of the funded project.

2 Sec. 509. From the funds appropriated in part 1 for adoption  
3 support services, the department shall maintain the increase of  
4 contracted rates paid to private child placing agencies for  
5 adoption placement rates.

6 Sec. 510. The department may ask a state or private child  
7 placing agency contracted by the receiving state to carry out  
8 required visits and any additional visits that the department finds  
9 necessary for a child placed in family foster care home out of  
10 state.

11 Sec. 511. The department shall provide reports on a semiannual  
12 basis to the senate and house appropriations subcommittees on the  
13 department budget, the senate and house standing committees on  
14 families and human services, and the senate and house fiscal  
15 agencies and policy offices on the number and percentage of  
16 children who received timely physical and mental health  
17 examinations after entry into foster care. The goal of the program  
18 is that at least 85% of children shall have an initial medical and  
19 mental health examination within 30 days after entry into foster  
20 care.

21 Sec. 512. As required by the settlement, by March 1 of the  
22 current fiscal year, the department shall report to the senate and  
23 house appropriations subcommittees on the department budget, the  
24 senate and house fiscal agencies, the senate and house policy  
25 offices, and the state budget office on the following information  
26 for cases of child abuse or child neglect from the previous fiscal  
27 year:

28 (a) The total number of relative care placements.

29 (b) The total number of relatives with a placement who became

1 licensed.

2 (c) A list of the reasons from a sample of cases where  
3 relatives were denied foster home licensure as documented by the  
4 department.

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

9 (a) There is no appropriate placement available in this state  
10 as determined by the department's interstate compact office.

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

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

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

18 (e) The department has done an on-site visit to the out-of-  
19 state facility, reviewed the facility records, reviewed licensing  
20 records and reports on the facility, and believes that the facility  
21 is an appropriate placement for the child.

22 (2) The department shall not expend money for a child placed  
23 in an out-of-state facility without approval of the executive  
24 director of the children's services agency.

25 (3) The department shall submit an annual report by March 1 of  
26 the current fiscal year to the state court administrative office,  
27 the house and senate appropriations subcommittees on the department  
28 budget, the house and senate fiscal agencies, the house and senate  
29 policy offices, and the state budget office on the number of



1 Michigan children residing in out-of-state facilities in the  
2 previous fiscal year and shall include the total cost and average  
3 per diem cost of these out-of-state placements to this state, and a  
4 list of each such placement arranged by the Michigan county of  
5 residence for each child.

6 Sec. 515. If a child protective services caseworker requests  
7 approval for another child protective services caseworker or other  
8 department employee to accompany them on a home visit because the  
9 caseworker believes it would be unsafe to conduct the home visit  
10 alone, the department shall not deny the request.

11 Sec. 516. From funds appropriated in part 1 for child care  
12 fund, the administrative or indirect cost payment equal to 10% of a  
13 county's total monthly gross expenditures shall be distributed to  
14 the county on a monthly basis and a county is not required to  
15 submit documentation to the department for any of the expenditures  
16 that are covered under the 10% payment as described in section  
17 117a(4)(b)(ii) and (iv) of the social welfare act, 1939 PA 280, MCL  
18 400.117a.

19 Sec. 517. From the funds appropriated in part 1, no title IV-E  
20 funds are appropriated under any title IV-E appeals policy that  
21 differs from the appeals policy in place as of the fiscal year  
22 ending September 30, 2017.

23 Sec. 519. The department shall permit any private agency that  
24 has an existing contract with this state to provide foster care  
25 services to be also eligible to provide treatment foster care  
26 services.

27 Sec. 520. (1) The department shall submit a report to the  
28 house and senate appropriations subcommittees on the department  
29 budget, the house and senate fiscal agencies, the house and senate

1 policy offices, and the state budget office by February 15 of the  
2 current fiscal year on the number of days of care and expenditures  
3 by funding source for the previous fiscal year for out-of-home  
4 placements by specific placement programs for child abuse or child  
5 neglect and juvenile justice, including, but not limited to, paid  
6 relative placement, department direct family foster care, private  
7 agency supervised foster care, private child caring institutions,  
8 county-supervised facilities, court-supervised facilities, and  
9 independent living. The report shall also include the number of  
10 days of care for department-operated residential juvenile justice  
11 facilities by security classification.

12 (2) For the purposes of the report in subsection (1), living  
13 arrangements include, but are not limited to, paid relative  
14 placement, department direct family foster care, private agency  
15 supervised foster care, private child caring institutions, county-  
16 supervised facilities, court-supervised facilities, and independent  
17 living.

18 Sec. 521. (1) From the funds appropriated in part 1 for child  
19 care fund - indirect cost allotment, the department shall allocate  
20 \$3,500,000.00 to counties and tribal governments that receive  
21 reimbursements in part 1 from child care fund.

22 (2) The amount described in subsection (1) shall be  
23 distributed to each county or tribal government in the same  
24 proportion as indirect cost allotments are provided to counties in  
25 the manner described in section 117a of the social welfare act,  
26 1939 PA 280, MCL 400.117a.

27 Sec. 522. (1) From the funds appropriated in part 1 for youth  
28 in transition, the department shall allocate \$750,000.00 for  
29 scholarships through the fostering futures scholarship program in

1 the Michigan education trust to youths who were in foster care  
2 because of child abuse or child neglect and are attending a college  
3 or a career technical educational institution located in this  
4 state. Of the funds appropriated, 100% shall be used to fund  
5 scholarships for the youths described in this section.

6 (2) By June 1 of the current fiscal year, the department shall  
7 provide a report to the senate and house appropriations  
8 subcommittees on the department budget, the senate and house fiscal  
9 agencies, the senate and house policy offices, and the state budget  
10 office that includes the number of youths who applied for  
11 scholarships under this section, the number of youths who received  
12 scholarships under this section and the amount of each scholarship,  
13 and the total amount of funds spent or encumbered in the current  
14 fiscal year.

15 Sec. 523. By February 15 of the current fiscal year, the  
16 department shall submit to the senate and house appropriations  
17 subcommittees on the department budget, the senate and house fiscal  
18 agencies, the senate and house policy offices, and the state budget  
19 office a report on the families first, family reunification, and  
20 families together building solutions family preservation programs.  
21 The report shall provide population and outcome data based on  
22 contractually required follow-up evaluations for families who  
23 received family preservation services and shall include information  
24 for each program on any innovations that may increase child safety  
25 and risk reduction.

26 Sec. 524. As a condition of receiving funds appropriated in  
27 part 1 for strong families/safe children, counties must submit the  
28 service spending plan to the department by October 1 of the current  
29 fiscal year for approval. The department shall approve the service

1 spending plan within 30 calendar days after receipt of a properly  
2 completed service spending plan.

3 Sec. 525. The department shall implement the same on-site  
4 evaluation processes for privately operated child welfare and  
5 juvenile justice residential facilities as is used to evaluate  
6 state-operated facilities. Penalties for noncompliance shall be the  
7 same for privately operated child welfare and juvenile justice  
8 residential facilities and state-operated facilities.

9 Sec. 526. From the funds appropriated in part 1 for court-  
10 appointed special advocates, the department shall allocate  
11 \$1,000,000.00 to fund a project with a nonprofit, community-based  
12 organization organized under the laws of this state that are exempt  
13 from federal income tax under section 501(c)(3) of the internal  
14 revenue code of 1986, 26 USC 501, located in a charter township  
15 with a population of between 18,900 and 19,000 according to the  
16 most recent federal decennial census that is located in a county  
17 with a population of between 655,000 and 660,000 according to the  
18 most recent federal decennial census. The nonprofit organization  
19 recipient shall have an existing network of affiliate programs  
20 operating in at least 25 counties in this state. The nonprofit  
21 organization shall use the funds to recruit, screen, train, and  
22 supervise volunteers who provide advocacy services on behalf of  
23 abused and neglected children.

24 Sec. 528. From the funds appropriated in part 1 for adoption  
25 support services, the department shall allocate \$10,000,000.00 to  
26 fund marketing programs that promote the adoption of infants and to  
27 develop factual educational information materials on adoption as an  
28 alternative to abortion including the ability of the birth mother  
29 to establish a pre-birth plan. The department shall issue a request

1 for proposal for a contract for the development of marketing  
2 programs and information materials. The department shall notify the  
3 senate and house appropriations subcommittees on the department  
4 budget, the senate and house fiscal agencies, and the senate and  
5 house policy offices on vendors submitting bids for the contract,  
6 vendors receiving the contract, the evaluation process, and  
7 criteria used by the department to award the contract for marketing  
8 programs.

9       Sec. 529. From the funds appropriated in part 1 for family  
10 preservation programs, the department shall maintain the total  
11 combined funding levels of the families first, family  
12 reunification, and families together building solutions family  
13 preservation programs as of September 30, 2021. For the current  
14 fiscal year as the department moves towards implementation of the  
15 federal Family First Prevention Services Act, Public Law 115-123,  
16 the funding available to serve families through the existing family  
17 preservation programs shall not be reduced.

18       Sec. 530. (1) All master contracts relating to foster care and  
19 adoption services as funded by the appropriations in section 105 of  
20 part 1 shall be performance-based contracts that employ a client-  
21 centered results-oriented process that is based on measurable  
22 performance indicators and desired outcomes and includes the annual  
23 assessment of the quality of services provided.

24       (2) By February 1 of the current fiscal year, the department  
25 shall provide the senate and house appropriations subcommittees on  
26 the department budget, the senate and house fiscal agencies and  
27 policy offices, and the state budget office a report detailing  
28 measurable performance indicators, desired outcomes, and an  
29 assessment of the quality of services provided by the department

1 during the previous fiscal year.

2 Sec. 531. The department shall notify the house and senate  
3 appropriations subcommittees on the department budget, the house  
4 and senate fiscal agencies, and the house and senate policy offices  
5 of any changes to a child welfare master contract template,  
6 including the adoption master contract template, the independent  
7 living plus master contract template, the child placing agency  
8 foster care master contract template, and the residential foster  
9 care juvenile justice master contract template, not less than 30  
10 days before the change takes effect.

11 Sec. 532. From the funds appropriated in part 1 for adoption  
12 support services, the department shall allocate \$2,000,000.00 to  
13 fund a tax credit to adoptive parents. The department shall  
14 coordinate with the department of treasury to ensure timely  
15 processing and issuance of tax credits to adoptive parents.

16 Sec. 533. The department shall make payments to child placing  
17 facilities for in-home and out-of-home care services and adoption  
18 services within 30 days after receiving all necessary documentation  
19 from those agencies. It is the intent of the legislature that the  
20 burden of ensuring that these payments are made in a timely manner  
21 and no payments are in arrears is upon the department.

22 Sec. 534. 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 March 1 of the current fiscal year a  
26 report on the adoption subsidies expenditures from the previous  
27 fiscal year. The report shall include, but is not limited to, the  
28 range of non-\$0.00 annual adoption support subsidy amounts, for  
29 both title IV-E eligible cases and state-funded cases, paid to

1 adoptive families, the number of title IV-E and state-funded cases,  
2 the number of cases in which the adoption support subsidy request  
3 of adoptive parents for assistance was denied by the department,  
4 and the number of adoptive parents who requested a redetermination  
5 of adoption support subsidy.

6 Sec. 535. (1) From the funds appropriated in part 1 for foster  
7 care payments, the department shall allocate up to \$1,500,000.00 of  
8 private revenues from The New Foster Care Inc. to fund a 3-year  
9 culturally competent kinship placement, support, and licensing  
10 services pilot program in a county with a population between  
11 1,270,000 and 1,280,000 according to the most recent federal  
12 decennial census and a county with a population over 1,500,000  
13 according to the most recent federal decennial census based on the  
14 work conducted by A Second Chance Inc. The goal of the pilot  
15 program is to increase the kinship licensure rate and reduce the  
16 average length of stay for children in foster care with the intent  
17 to expand the program statewide, contingent on legislative  
18 appropriations. Efforts to reach this goal shall include the  
19 following:

20 (a) Locate appropriate kinship family for out-of-home  
21 placement of children.

22 (b) Provide support to kinship care providers and facilitate  
23 connections to programs and services to assist them in meeting the  
24 needs of children.

25 (c) Assist kinship care providers in meeting state foster  
26 parent licensing requirements.

27 (d) Support parents to expedite permanency planning.

28 (2) Subject to part 1 appropriations and pursuant to an annual  
29 evaluation, the department through legislative appropriations shall

1 reallocate any savings and revenue stemming from program services  
2 that result in a reduction in the length of stay in foster care for  
3 the children served by the program compared to the average and  
4 maximize federal funds associated with this pilot program.

5 (3) The agency selected to administer the pilot program will  
6 be selected with input from The New Foster Care, Inc. and approved  
7 by the executive director of the children's services agency.

8 Sec. 536. By March 1 of the current fiscal year, the  
9 department shall submit to the senate and house appropriations  
10 subcommittees on the department budget, the senate and house fiscal  
11 agencies, and the policy offices a report on the status of the  
12 department's planned and achieved implementation of the federal  
13 family first prevention services act, Public Law 115-123. The  
14 report shall include, but not be limited to, an estimate of the 5-  
15 year spending plan for administrative and compliance costs, a  
16 summary of all historical expenditures made to date for  
17 implementation by line-item appropriation and program type,  
18 information regarding compliance with title IV-E prevention  
19 requirements, the status of statewide compliance with the qualified  
20 residential treatment program requirements, a summary of provider  
21 concerns with respect to requirements under the qualified  
22 residential treatment program as that term is defined in section 1  
23 of 1973 PA 116, MCL 722.111, a detailed methodology in determining  
24 any savings realized or estimated from a reduction in congregate  
25 care or residential placements, the department's conformity with  
26 federal model licensing standards, the department's plan for  
27 tracking and preventing child maltreatment deaths, and the  
28 department's plan for extending John H. Chafee foster care  
29 independence programs up to age 23.



1           Sec. 537. By March 1 of the current fiscal year, the  
2     department shall submit 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 a report on the  
5     number of unlicensed relative providers with a relative placement  
6     denied a foster home license for not meeting the standards  
7     established for state licensing for foster care. The report shall  
8     also include the status of title IV-E claims for foster care  
9     maintenance payments and foster care administrative payments for  
10    licensed relative caregivers with placements.

11          Sec. 538. By October 1 of the current fiscal year, the  
12    department shall submit to the senate and house appropriations  
13    subcommittees on the department budget, the senate and house fiscal  
14    agencies, and the policy offices a report on the status of the  
15    department's program improvement plan associated with round 3 of  
16    the child and family services review (CFSR). The report shall also  
17    include, but not be limited to, a specific and detailed plan to  
18    provide an update on areas of substantial nonconformity identified  
19    in the CFSR such as the inadequacy of caseworker training provided  
20    by the department, the estimated costs necessary to reduce travel  
21    time for service delivery to rural areas, plans to improve  
22    caseworker engagement to reduce maltreatment in care, and steps  
23    undertaken by the department to emphasize permanency in case  
24    planning. Additionally, the department shall include the status for  
25    items currently being implemented and the description and cost  
26    estimate for the implementation for items that will be implemented  
27    in the current fiscal year.

28          Sec. 539. The department, in collaboration with child placing  
29    agencies, shall continue to comply with section 1150 of the social

1 welfare act, 1939 PA 280, MCL 400.115o. Department caseworkers  
2 responsible for preparing a recommendation to a court concerning a  
3 juvenile placement shall provide, as part of the recommendation,  
4 information regarding the requirements of section 115o of the  
5 social welfare act, 1939 PA 280, MCL 400.115o.

6 Sec. 540. If a physician or psychiatrist who is providing  
7 services to state or court wards placed in a residential facility  
8 submits a formal request to the department to change the  
9 psychotropic medication of a ward, the department shall, if the  
10 ward is a state ward, make a determination on the proposed change  
11 within 7 business days after the request or, if the ward is a  
12 temporary court ward, seek parental consent within 7 business days  
13 after the request. If parental consent is not provided within 7  
14 business days, the department shall petition the court on the  
15 eighth business day.

16 Sec. 541. From the funds appropriated in part 1, the  
17 department shall implement a program to help foster care  
18 caseworkers achieve forgiveness for their student loan debt. By  
19 July 1 of the current fiscal year, the department shall submit to  
20 the house and senate appropriations subcommittees on the department  
21 budget, the house and senate fiscal agencies, and the house and  
22 senate policy offices a report on the department's findings.

23 Sec. 542. (1) The department shall develop strategies to use  
24 the input from court-appointed special advocates and foster care  
25 parents throughout case management and any legal proceedings for  
26 abused and neglected children in foster care.

27 (2) By September 30 of the current fiscal year, the department  
28 shall submit to the house and senate appropriations subcommittees  
29 on the department budget, the house and senate fiscal agencies, and

1 the house and senate policy offices a report on the strategies  
2 developed by the department.

3 Sec. 543. The department shall develop a clear policy that  
4 caseworkers ensure that children who are victims of child abuse or  
5 child neglect have the ability either in the courtroom or in the  
6 judge's chambers to speak directly to, or be interviewed by, the  
7 judge or magistrate who is overseeing their case, in order to give  
8 children the opportunity to provide input into the legal  
9 proceedings.

10 Sec. 544. The department may require all foster care parents,  
11 caseworkers, and guardians ad litem to receive trauma-informed  
12 training.

13 Sec. 545. From the funds appropriated in part 1 for the child  
14 welfare institute, the department shall provide training that is  
15 consistent with the practices taught under therapeutic crisis  
16 intervention training to all department employees responsible for  
17 the investigation of complaints and licensing determinations for  
18 child caring institutions and shall offer trauma support directly  
19 to all department child welfare caseworkers to help deal with the  
20 effects of secondary trauma.

21 Sec. 546. (1) From the funds appropriated in part 1 for foster  
22 care payments and from child care fund, the department shall pay  
23 providers of general foster care, independent living, and trial  
24 reunification services not less than a \$55.20 administrative rate.

25 (2) From the funds appropriated in part 1, the department  
26 shall pay providers of independent living plus services statewide  
27 per diem rates for staff-supported housing and host-home housing  
28 based on proposals submitted in response to a solicitation for  
29 pricing. The independent living plus program provides staff-

1 supported housing and services for foster youth ages 16 through 19  
2 who, because of their individual needs and assessments, are not  
3 initially appropriate for general independent living foster care.

4 (3) If required by the federal government to meet title IV-E  
5 requirements, providers of foster care services shall submit  
6 quarterly reports on expenditures to the department to identify  
7 actual costs of providing foster care services.

8 (4) From the funds appropriated in part 1, the department  
9 shall maintain rates that are no less than the rates in place on  
10 March 20, 2020 provided to each private provider of residential  
11 services.

12 Sec. 547. (1) From the funds appropriated in part 1 for the  
13 guardianship assistance program, the department shall pay a minimum  
14 rate that is not less than the approved age-appropriate payment  
15 rates for youth placed in family foster care.

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

23 Sec. 550. (1) The department shall not offset against  
24 reimbursement payments to counties or seek reimbursement from  
25 counties for charges that were received by the department more than  
26 12 months before the department seeks to offset against  
27 reimbursement. A county shall not request reimbursement for and  
28 reimbursement payments shall not be paid for a charge that is more  
29 than 12 months after the date of service or original status

1 determination when initially submitted by the county.

2 (2) All service providers shall submit a request for payment  
3 within 12 months after the date of service. Any request for payment  
4 submitted 12 months or more after the date of service requires the  
5 provider to submit an exception request to the county or the  
6 department for approval or denial.

7 (3) The county is not subject to any offset, chargeback, or  
8 reimbursement liability for prior expenditures resulting from an  
9 error in foster care fund source determinations.

10 Sec. 551. The department shall respond to counties within 30  
11 days regarding any request for a clarification requested through  
12 the department's child care fund management unit email address.

13 Sec. 552. Sixty days after a county's child care fund on-site  
14 review is completed, including the receipt of all requested  
15 documentation from the county, the department shall provide the  
16 results of the review to the county. The department shall not  
17 evaluate the relevancy, quality, effectiveness, efficiency, or  
18 impact of the services provided to youth of the county's child care  
19 fund programs in the review. Pursuant to state law, the department  
20 shall not release the results of the review to a third-party  
21 without the permission of the county being reviewed.

22 Sec. 553. It is the intent of the legislature that a child  
23 protective services caseworker shall not be allowed to place an  
24 individual on the child abuse and neglect central registry without  
25 prior court approval.

26 Sec. 554. From the funds appropriated in part 1 for foster  
27 care payments, the department shall allocate \$50,000.00 to a  
28 nonprofit organization organized under the laws of this state that  
29 is exempt from federal income tax under section 501(c)(3) of the

1 internal revenue code of 1986, 26 USC 501, that currently has  
2 locations in 3 cities and operates on a 100% volunteer basis with a  
3 board of directors consisting of up to 15 members, and are a  
4 dedicated community of individuals that give their time, talent,  
5 and resources to provide the best quality shopping environment they  
6 can to local children in need and provide clothing, shoes, toys,  
7 linens, nursery furniture, strollers, car seats, school supplies,  
8 hygiene products, and safety equipment to local foster children and  
9 their families free of charge.

10 Sec. 555. The department shall explore the requirement that  
11 foster care parents caring for a foster child for whom a petition  
12 of adoption has been filed with the court shall continue to receive  
13 the regularly scheduled maintenance payments until the child is no  
14 longer in their care.

15 Sec. 556. From the funds appropriated in part 1 for child  
16 welfare licensing, the department shall work to develop and  
17 implement a simpler and more streamlined process for the annual  
18 renewal of the license for family foster care homes, and shall  
19 explore the development of a simpler and more efficient version of  
20 the application form for renewal of the license for family foster  
21 care homes.

22 Sec. 557. If a vehicle that is owned by the state is available  
23 and not scheduled for use by other state workers, the department  
24 may consider it an allowable use of the vehicle for a child  
25 protective services caseworker or a foster care caseworker to drive  
26 it to foster home visits or to drive it to their own home if it  
27 would be helpful to the worker in conducting their work.

28 Sec. 558. From the funds appropriated in part 1 for child  
29 welfare institute, the department shall train private child placing

1 agency staff in the pre-service training requirements for child  
2 welfare caseworkers and supervisors. All private child placing  
3 agency staff will be provided an opportunity to complete training  
4 at their private child placing agency facilities in a virtual  
5 format. A hybrid format that includes virtual and in-person  
6 instruction will also be available to all private child placing  
7 agency staff according to the preference of a given private child  
8 placing agency.

9       Sec. 559. (1) From the funds appropriated in part 1 for  
10 adoption support services, the department shall allocate  
11 \$250,000.00 to the Adoptive Family Support Network by December 1 of  
12 the current fiscal year to operate and expand its adoptive parent  
13 mentor program to provide a listening ear, knowledgeable guidance,  
14 and community connections to adoptive parents and children who were  
15 adopted in this state or another state.

16       (2) The Adoptive Family Support Network shall submit to the  
17 senate and house appropriations subcommittees on the department  
18 budget, the senate and house fiscal agencies, the senate and house  
19 policy offices, and the state budget office by March 1 of the  
20 current fiscal year a report on the program described in subsection  
21 (1), including, but not limited to, the number of cases served and  
22 the number of cases in which the program prevented an out-of-home  
23 placement.

24       Sec. 562. The department shall provide time and travel  
25 reimbursements for foster parents who transport a foster child to  
26 parent-child visitations. As part of the foster care parent  
27 contract, the department shall provide written confirmation to  
28 foster parents that states that the foster parents have the right  
29 to request these reimbursements for all parent-child visitations.

1 The department shall provide these reimbursements within 60 days  
2 after receiving a request for eligible reimbursements from a foster  
3 parent.

4 Sec. 564. (1) The department shall maintain a clear policy for  
5 parent-child visitations. The local county offices, caseworkers,  
6 and supervisors shall meet an 85% success rate, after accounting  
7 for factors outside of the caseworkers' control.

8 (2) Per the court-ordered number of required meetings between  
9 caseworkers and a parent, the caseworkers shall achieve a success  
10 rate of 85%, after accounting for factors outside of the  
11 caseworkers' control.

12 (3) By March 1 of the current fiscal year, the department  
13 shall provide to the senate and house appropriations subcommittees  
14 on the department budget, the senate and house fiscal agencies, the  
15 senate and house policy offices, and the state budget office a  
16 report on the following:

17 (a) The percentage of success rate for parent-child  
18 visitations and court-ordered required meetings between caseworkers  
19 referenced in subsections (1) and (2) for the previous year.

20 (b) The barriers to achieve the success rates in subsections  
21 (1) and (2) and how this information is tracked.

22 Sec. 567. 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 March 1 of the current fiscal year a  
26 report on transfer of medical passports for children in foster  
27 care, including the following:

28 (a) From the total medical passports transferred, the  
29 percentage that transferred within 2 weeks after the date of



1 placement or return to the home.

2 (b) From the total school records, the percentage that  
3 transferred within 2 weeks after the date of placement or return to  
4 the home.

5 (c) The implementation steps that have been taken to improve  
6 the outcomes for the measures in subdivision (a).

7 Sec. 568. (1) The department shall ensure youths transitioning  
8 out of foster care are given assistance with obtaining a driver  
9 license or state identification card and are issued a copy of their  
10 Social Security number as required by department policy. Assistance  
11 must be provided to youths who are eligible to obtain a driver  
12 license or state identification card and a Social Security card  
13 based on the youth's citizenship and legal residency status.

14 (2) The department shall provide a report on a semiannual  
15 basis to the house and senate appropriations subcommittees on the  
16 department budget, the house and senate fiscal agencies, the house  
17 and senate policy offices, and the state budget office on the  
18 number of youths who received assistance obtaining a driver license  
19 or state identification card, the number of youths who received  
20 assistance obtaining a Social Security card, the number of youths  
21 eligible for assistance who did not receive it, and an explanation  
22 as to why those youths did not receive assistance in obtaining the  
23 documents.

24 Sec. 569. The department shall reimburse private child placing  
25 agencies that complete adoptions at the rate according to the date  
26 on which the petition for adoption and required support  
27 documentation was accepted by the court and not according to the  
28 date the court's order placing for adoption was entered.

29 Sec. 570. From the funds appropriated in part 1 for adoption

1 support services, the department shall pay not less than a \$23.00  
2 contractor per diem adoption rate from case acceptance to the date  
3 of adoption petition acceptance or for 150 days, whichever occurs  
4 sooner, for licensed foster care agencies and nonprofit licensed  
5 adoption agencies to provide adoption services for foster youth  
6 referred for adoptive services. This per diem rate is to be  
7 separate from the outcome-based reimbursement system and shall not  
8 be deducted from the total reimbursement an agency receives for the  
9 applicable placement or finalization rate of an adoption.

10 Sec. 573. (1) From the funds appropriated in part 1 for foster  
11 care payments and child care fund, the department shall, if funds  
12 become available, pay providers of foster care services a per diem  
13 daily administrative rate for every case on a caseworker's caseload  
14 for the duration of a case from referral acceptance to the  
15 discharge of wardship.

16 (2) The department shall complete an actuarial study to review  
17 case rates paid to private child placing agencies every even-  
18 numbered year.

19 (3) The department shall submit a request to the settlement  
20 monitor to define caseload ratios in the settlement to only include  
21 active cases or to designate a zero case weight for cases that are  
22 routed for case closure but remain open to complete administrative  
23 activities.

24 Sec. 574. (1) From the funds appropriated for foster care  
25 payments, \$1,375,000.00 is allocated to support family incentive  
26 grants to private and community-based foster care service providers  
27 to assist with home improvements or payment for physical exams  
28 needed by foster families and unlicensed relatives caring for a  
29 family member through the child welfare system to accommodate

1 children in foster care.

2 (2) By March 1 of the current fiscal year, the department  
3 shall submit to the house and senate appropriations subcommittees  
4 on the department budget, the house and senate fiscal agencies, the  
5 house and senate policy offices, and the state budget office a  
6 report on the total amount expended in the previous year for grants  
7 to private and community-based foster care service providers for  
8 home improvements or physical exams as referenced in subsection (1)  
9 and the number of grants issued.

10 Sec. 575. From the funds appropriated in part 1 for children's  
11 services administration, the department shall allocate \$200,000.00  
12 to provide support and coordinated services to the kinship  
13 caregiver advisory council. The responsibilities of the council may  
14 include all of the following:

15 (a) Establish a public awareness campaign to educate the  
16 public about kinship caregivers and the state's efforts to better  
17 serve kinship caregivers.

18 (b) Consult and coordinate with the kinship caregiver  
19 navigator program to collect aggregate data on individuals being  
20 served by the kinship caregiver navigator program, including  
21 information on what services these individuals need.

22 (c) Consult and collaborate with the provider of the kinship  
23 caregiver navigator program on the design and administration of  
24 that program.

25 (d) Establish, maintain, and update a list of local support  
26 groups and programs that provide services to kinship families, and  
27 devise a plan of action for engaging with the groups and programs  
28 on the list in order to obtain a better understanding of the issues  
29 facing kinship families.

1 (e) Develop methods to promote and improve collaboration  
2 between state, county, and local governments and agencies and  
3 private stakeholders to obtain a broad understanding of the  
4 characteristics and prevalence of kinship caregiving, to improve  
5 service delivery, and to include these in the council's  
6 recommendations.

7 Sec. 578. The department shall explore the development and  
8 implementation of a foster care worker apprenticeship program for  
9 college students majoring in social work or other human services  
10 field who are interested in working in child welfare. The goals of  
11 the program would be to expose students directly to foster care  
12 work and provide work experience to aid in the recruitment of  
13 future child welfare caseworkers, and to provide current  
14 caseworkers with apprentice support staff. By August 1 of the  
15 current fiscal year, the department shall submit to the house and  
16 senate appropriations subcommittees on the department budget, the  
17 house and senate fiscal agencies, and the house and senate policy  
18 offices a report on the department's recommendation for an  
19 apprenticeship program. It is the intent of the legislature that  
20 the department develop the program so that it can be implemented in  
21 the following year and that students in the apprenticeship program  
22 would receive payment for their services, if funding is made  
23 available.

24 Sec. 579. The department shall require caseworkers ensure a  
25 motion is filed with the court to request that children who are  
26 victims of child abuse or child neglect have court redetermination  
27 hearings more frequently than every 90 days when in the best  
28 interest of the child. The intent of this language is to decrease  
29 the time it will take for permanency to be finalized for the child.

1           Sec. 580. (1) From the funds appropriated in part 1 for child  
2 legal representation, the department shall allocate \$500,000.00 to  
3 implement 2 pilot projects to improve the quality of legal  
4 representation for children and parents in child protective  
5 hearings. The pilot projects must emphasize the reduction of  
6 caseloads for lawyer-guardians ad litem, more frequent engagement  
7 between the child and the families and the lawyer-guardians ad  
8 litem, timely permanency and the expedition of legal milestones in  
9 cases, and elevated training requirements and increased  
10 compensation for lawyer-guardians ad litem.

11           (2) From the funding allocated in subsection (1), the  
12 department shall allocate \$350,000.00 for a child legal  
13 representation pilot project in the circuit court of a county with  
14 a population between 655,000 and 660,000 according to the most  
15 recent federal decennial census and allocate \$150,000.00 for a  
16 child legal representation pilot project in the circuit court of a  
17 county with a population between 103,500 and 104,000 according to  
18 the most recent federal decennial census.

19           Sec. 581. From the funds appropriated in part 1 for foster  
20 care payments, the department shall allocate \$50,000.00 for  
21 caseworkers to provide immediate assistance with urgent needs such  
22 as food, clothing, etc., for children upon removal from their home  
23 or other dangerous environment, including children who are victims  
24 of human trafficking. The department shall develop policies for the  
25 use and access to these funds. The department shall track the  
26 distribution of the funds and by June 1 of the current fiscal year  
27 shall submit to the house and senate appropriations subcommittees  
28 on the department budget, the house and senate fiscal agencies, and  
29 the house and senate policy offices a report on the number of funds

1 distributed and the number of children impacted.

2 Sec. 583. By March 1 of the current fiscal year, the  
3 department shall provide to the senate and house appropriations  
4 subcommittees on the department budget, the senate and house  
5 standing committees on families and human services, the senate and  
6 house fiscal agencies and policy offices, and the state budget  
7 office a report that includes all of the following:

8 (a) The number and percentage of foster parents that dropped  
9 out of the program in the previous fiscal year, the reasons the  
10 foster parents left the program, and how those figures compare to  
11 prior fiscal years.

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

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

18 Sec. 588. (1) Concurrently with public release, the department  
19 shall transmit all reports from the court-appointed settlement  
20 monitor, including, but not limited to, the needs assessment and  
21 period outcome reporting, to the state budget office, the senate  
22 and house appropriations subcommittees on the department budget,  
23 and the senate and house fiscal agencies and policy offices,  
24 without revision.

25 (2) By October 1 of the current fiscal year, the department  
26 shall submit to the senate and house appropriations subcommittees  
27 on the department budget, the senate and house fiscal agencies, and  
28 the policy offices a detailed plan that will terminate and dismiss  
29 with prejudice the settlement by September 30 of the current fiscal

1 year.

2 Sec. 589. (1) From the funds appropriated in part 1 for child  
3 care fund, the department shall pay 100% of the administrative rate  
4 for all new cases referred to providers of foster care services.

5 (2) On a quarterly basis, the department shall report on the  
6 monthly number of all foster care cases administered by the  
7 department and all foster care cases administered by private  
8 providers.

9 Sec. 592. The department shall submit quarterly reports to the  
10 chairs of the house and senate standing oversight committees, the  
11 house and senate appropriations subcommittees on the department  
12 budget, the house and senate fiscal agencies, the house and senate  
13 policy offices, and the state budget office that include data from  
14 children's protective services staff for each of the following for  
15 the most recent 30-day period before the report is submitted:

16 (a) The percent of investigations commenced within 24 hours  
17 after receiving a report.

18 (b) The percent of central registry reviews performed for  
19 required individuals.

20 (c) The percent of face-to-face contacts made within the  
21 established timeframe required by the department.

22 (d) In appropriate cases, the percent of sibling placement  
23 evaluations completed when 1 or more children remain in the home  
24 after a child has been removed.

25 (e) The percent of supervisory reviews performed in a timely  
26 manner.

27 (f) The results of a department survey of child protective  
28 services investigators on the number of investigators who are  
29 concerned for his or her own personal safety.

1 (g) The percent of investigators using the mobile application  
2 or other tool to document compliance.

3 Sec. 593. (1) The department shall conduct an annual review in  
4 each county to determine if the county has adopted and implemented  
5 standard child abuse and child neglect investigation and interview  
6 protocols as required in section 8(6) of the child protection law,  
7 1975 PA 238, MCL 722.628.

8 (2) By March 1 of the current fiscal year, the department  
9 shall submit an annual report to the chairs of the house and senate  
10 standing oversight committees, the governor's task force on child  
11 abuse and neglect, the house and senate appropriations  
12 subcommittees on the department budget, the house and senate fiscal  
13 agencies, the house and senate policy offices, and the state budget  
14 office on the findings of each county's review described in  
15 subsection (1).

16 Sec. 594. From the funds appropriated in part 1 for foster  
17 care payments, the department shall support regional resource teams  
18 to provide for the recruitment, retention, and training of foster  
19 and adoptive parents and shall expand the Michigan youth  
20 opportunities initiative to all Michigan counties. The purpose of  
21 this funding is to increase the number of annual inquiries from  
22 prospective foster parents, increase the number of nonrelative  
23 foster homes that achieve licensure each year, increase the annual  
24 retention rate of nonrelative foster homes, reduce the number of  
25 older foster youth placed outside of family settings, and provide  
26 older youth with enhanced support in transitioning to adulthood.

27 Sec. 595. (1) Due to the exigent circumstances found in the  
28 department's children's protective services (CPS) program by the  
29 office of the auditor general (OAG) audit number 431-1285-16, from



1 the funds appropriated in part 1, the department shall expend the  
2 funding for children's protective services - caseload staff in  
3 order to dedicate resources to CPS investigations. The department  
4 shall hire staff from the funds appropriated in part 1 for  
5 children's protective services - caseload staff for the department  
6 to come into compliance and sustain measured corrective action as  
7 determined by the OAG for OAG audit number 431-1285-16.

8 (2) From the funds appropriated in part 1 for foster care  
9 services - caseload staff, the department shall not expend any  
10 funds on hiring foster care workers or licensing workers and shall  
11 not assume any direct supervisory responsibility of foster care  
12 cases unless 1 of the following conditions is met:

13 (a) An initial review of the case indicated that the case is  
14 not eligible for title IV-E reimbursement.

15 (b) The department is already providing direct foster care  
16 service to 1 or more siblings of the child ordered into a  
17 placement, and a department direct service provision can provide  
18 placement to the entire sibling group.

19 (c) The court has ordered placement for only some of the  
20 children in the family, requiring the department to monitor the  
21 children remaining at home.

22 (3) From the funds appropriated in part 1 for foster care  
23 payments, all new foster care cases coming into care shall be  
24 placed with a private child placing agency supervision unless any  
25 of the conditions in subsection (1) are met or until the statewide  
26 ratio of foster care cases is 55% for private child placing agency  
27 supervision to 45% department case management supervision  
28 respectively.

29 (4) This section does not require an individual county to meet

1 the case ratio described in subsection (3).

2 (5) This section does not modify or amend caseload ratios  
3 required under the settlement.

4 Sec. 598. Partial child care fund reimbursements to counties  
5 for undisputed charges must be made within 45 business days after  
6 the receipt of the required forms and documentation. The department  
7 shall commence activity to investigate and resolve a disputed  
8 reimbursement charge from a county within 15 business days after  
9 receiving the request for reimbursement. The activity to  
10 investigate and resolve a disputed reimbursement request may  
11 include, but is not limited to, the use of a formal appeals  
12 process, pursuant to statute and department chargeback policy. The  
13 department shall reimburse for corrected charges within 45 business  
14 days after a properly corrected submission by the county.

15  
16 **PUBLIC ASSISTANCE**

17 Sec. 601. Whenever a client agrees to the release of his or  
18 her name and address to the local housing authority, the department  
19 shall request from the local housing authority information  
20 regarding whether the housing unit for which vendoring has been  
21 requested meets applicable local housing codes. Vendoring shall be  
22 terminated for those units that the local authority indicates in  
23 writing do not meet local housing codes until the local authority  
24 indicates in writing that local housing codes have been met.

25 Sec. 602. The department shall conduct a full evaluation of an  
26 individual's assistance needs if the individual has applied for  
27 disability more than 1 time within a 1-year period.

28 Sec. 603. For any change in the income of a recipient of the  
29 food assistance program, the family independence program, or state

1 disability assistance that results in a benefit decrease, the  
2 department must notify the affected recipient of the decrease in  
3 benefits amount no later than 15 work days before the first day of  
4 the month in which the change takes effect.

5 Sec. 604. (1) From the funds appropriated in part 1 for state  
6 disability assistance payments, the department shall operate a  
7 state disability assistance program. Except as provided in  
8 subsection (3), persons eligible for this program shall include  
9 needy citizens of the United States or aliens exempted from the  
10 supplemental security income citizenship requirement who are at  
11 least 18 years of age or emancipated minors who meet 1 or more of  
12 the following requirements:

13 (a) Is a recipient of supplemental security income, social  
14 security, or medical assistance due to disability or 65 years of  
15 age or older.

16 (b) Is an individual with a physical or mental impairment that  
17 meets federal supplemental security income disability standards,  
18 except that the minimum duration of the disability shall be 90  
19 days. Substance use disorder alone is not defined as a basis for  
20 eligibility.

21 (c) Is a resident of an adult foster care facility, a home for  
22 the aged, a county infirmary, or a substance use disorder treatment  
23 center.

24 (d) Is an individual receiving 30-day postresidential  
25 substance use disorder treatment.

26 (e) Is an individual diagnosed as having acquired  
27 immunodeficiency syndrome.

28 (f) Is an individual receiving special education services  
29 through a local intermediate school district.

1 (g) Is a caretaker of a disabled individual who meets the  
2 requirements specified in subdivision (a), (b), (e), or (f).

3 (2) Applicants for and recipients of the state disability  
4 assistance program shall be considered needy if they do both of the  
5 following:

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

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

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

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

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

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

17           (2) The department may use supplemental security income  
18 recoveries to satisfy the deduct in any line in which the revenues  
19 are appropriated, regardless of the source from which the revenue  
20 is recovered.

21           Sec. 608. Adult foster care facilities providing domiciliary  
22 care or personal care to residents receiving supplemental security  
23 income or homes for the aged serving residents receiving  
24 supplemental security income shall not require those residents to  
25 reimburse the home or facility for care at rates in excess of those  
26 legislatively authorized. To the extent permitted by federal law,  
27 adult foster care facilities and homes for the aged serving  
28 residents receiving supplemental security income are not prohibited  
29 from accepting third-party payments in addition to supplemental

1 security income if the payments are not for food, clothing,  
2 shelter, or result in a reduction in the recipient's supplemental  
3 security income payment.

4 Sec. 609. The state supplementation level under the  
5 supplemental security income program for the personal care/adult  
6 foster care and home for the aged categories shall not be reduced  
7 during the current fiscal year. The legislature shall be notified  
8 not less than 30 days before any proposed reduction in the state  
9 supplementation level.

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

14 (2) For purposes of determining housing affordability  
15 eligibility for state emergency relief, a group is considered to  
16 have sufficient income to meet ongoing housing expenses if their  
17 total housing obligation does not exceed 75% of their total net  
18 income.

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

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

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

28 Sec. 611. The state supplementation level under the  
29 supplemental security income program for the living independently

1 or living in the household of another categories shall not exceed  
2 the minimum state supplementation level as required under federal  
3 law or regulations.

4 Sec. 613. (1) The department shall provide reimbursements for  
5 the final disposition of indigent persons. The reimbursements shall  
6 include all of the following:

7 (a) The maximum allowable reimbursement for the final  
8 disposition is \$840.00.

9 (b) The adult burial with services allowance is \$765.00.

10 (c) The adult burial without services allowance is \$530.00.

11 (d) The infant burial allowance is \$210.00.

12 (2) Reimbursement for a cremation permit fee of up to \$75.00  
13 and for mileage at the standard rate will be made available for an  
14 eligible cremation. The reimbursements under this section shall  
15 take into consideration religious preferences that prohibit  
16 cremation.

17 (3) The department shall report to the senate and house of  
18 representatives appropriations subcommittees on the department  
19 budget, the senate and house fiscal agencies, the senate and house  
20 policy offices, and the state budget office by January 31 of the  
21 current fiscal year on burial services payments issued from the  
22 state emergency relief program during the previous fiscal year. The  
23 report shall include the number of payments by burial services  
24 category for the following:

25 (a) Fetus or infant under age 1 month.

26 (b) Burial with memorial service.

27 (c) Burial without memorial service.

28 (d) Cremation with memorial service.

29 (e) Cremation without memorial service.

1 (f) Transportation of a donated or unclaimed body being  
2 cremated.

3 (g) Cremation permit fee for an unclaimed body.

4 (h) Disposition of an unclaimed body.

5 (i) Payment where an irrevocable funeral agreement exists.

6 (j) Unclaimed bodies received by universities.

7 Sec. 614. The department shall report to the senate and house  
8 of representatives appropriations subcommittees on the department  
9 budget, the senate and house fiscal agencies, and the senate and  
10 house policy offices by January 15 of the current fiscal year on  
11 the number and percentage of state disability assistance recipients  
12 who were determined to be eligible for federal supplemental  
13 security income benefits in the previous fiscal year.

14 Sec. 615. Except as required by federal law or regulations,  
15 funds appropriated in part 1 shall not be used to provide public  
16 assistance to a person who is not a United States citizen,  
17 permanent resident alien, or refugee. This section does not  
18 prohibit the department from entering into contracts with food  
19 banks, emergency shelter providers, or other human services  
20 agencies who may, as a normal part of doing business, provide food  
21 or emergency shelter.

22 Sec. 616. The department shall require retailers that  
23 participate in the electronic benefits transfer program to charge  
24 no more than \$2.50 in fees for cash back as a condition of  
25 participation.

26 Sec. 618. By July 1 of the current fiscal year, the department  
27 shall report to the senate and house appropriations subcommittees  
28 on the department budget, the senate and house fiscal agencies, the  
29 senate and house policy offices, and the state budget office the



1 quarterly number of supervised individuals who have absconded from  
2 supervision and whom a law enforcement agency, the department of  
3 corrections, or the department is actively seeking according to  
4 section 84 of the corrections code of 1953, 1953 PA 232, MCL  
5 791.284.

6 Sec. 619. The department shall not deny title IV-A assistance  
7 and food assistance benefits under 21 USC 862a to any individual  
8 who has been convicted of a felony that included the possession,  
9 use, or distribution of a controlled substance, for which the act  
10 that resulted in the conviction occurred after August 22, 1996, if  
11 the individual is not in violation of his or her probation or  
12 parole requirements.

13 Sec. 620. (1) The department shall make a determination of  
14 Medicaid eligibility not later than 90 days after completion of a  
15 Medicaid application if disability is an eligibility factor. For  
16 all other Medicaid applicants, including patients of a nursing  
17 home, the department shall make a determination of Medicaid  
18 eligibility within 45 days after application.

19 (2) The department shall provide quarterly reports to the  
20 senate and house appropriations subcommittees on the department  
21 budget, the senate and house standing committees on families and  
22 human services, the senate and house fiscal agencies, the senate  
23 and house policy offices, and the state budget office on the  
24 percentage of determinations of Medicaid eligibility that were  
25 completed within the required time frame for both applications that  
26 include disability as a determination factor and applications that  
27 do not include disability as a determination factor, as described  
28 under subsection (1), and for medical review team reviews achieved  
29 statewide and at each local office.

1           Sec. 645. An individual or family is considered homeless, for  
2 purposes of eligibility for state emergency relief, if living  
3 temporarily with others in order to escape domestic violence. For  
4 purposes of this section, domestic violence is defined and verified  
5 in the same manner as in the department's policies on good cause  
6 for not cooperating with child support and paternity requirements.

7           Sec. 653. From the funds appropriated in part 1 for food  
8 assistance program benefits, an individual who is the victim of  
9 domestic violence or human trafficking and does not qualify for any  
10 other exemption may be exempt from the 3-month in 36-month limit on  
11 receiving food assistance under 7 USC 2015. This exemption can be  
12 extended an additional 3 months upon demonstration of continuing  
13 need.

14           Sec. 654. The department shall notify recipients of food  
15 assistance program benefits that their benefits can be spent with  
16 their bridge cards at many farmers' markets in the state. The  
17 department shall also notify recipients about the Double Up Food  
18 Bucks program that is administered by the Fair Food Network.  
19 Recipients shall receive information about the Double Up Food Bucks  
20 program, including information that when the recipient spends  
21 \$20.00 at participating farmers' markets through the program, the  
22 recipient can receive an additional \$20.00 to buy Michigan produce.

23           Sec. 655. Within 14 days after the spending plan for low-  
24 income home energy assistance program is approved by the state  
25 budget office, the department shall provide the spending plan,  
26 including itemized projected expenditures and itemized expenditures  
27 for the previous fiscal year, to the chairpersons of the senate and  
28 house appropriations subcommittees on the department budget, the  
29 senate and house fiscal agencies, the senate and house policy

1 offices, and the state budget office.

2 Sec. 669. From the funds appropriated in part 1 for family  
3 independence program, the department shall allocate \$7,230,000.00  
4 for the annual clothing allowance. The allowance shall be granted  
5 to all eligible children in a family independence program group.

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 and food  
12 assistance program trafficking. The department shall provide  
13 information on the number of recipients of services who used their  
14 Michigan bridge card inappropriately and the current status of each  
15 case, the number of recipients whose benefits were revoked, whether  
16 permanently or temporarily, as a result of inappropriate use, and  
17 the number of retailers that were fined or removed from the  
18 electronic benefit transfer program for permitting inappropriate  
19 use of the cards. The report shall also include the number of  
20 Michigan bridge card trafficking instances and overall welfare  
21 fraud referrals that includes such information as the number of  
22 investigations completed, fraud and intentional program violation  
23 dollar amounts identified, the number of referrals to prosecutors,  
24 the number of administrative hearing referrals and waivers, and the  
25 number of program disqualifications imposed. The report shall  
26 distinguish between savings and cost avoidance. Savings include  
27 receivables established from instances of fraud committed. Cost  
28 avoidance includes expenditures avoided due to front-end  
29 eligibility investigations and other preemptive actions undertaken

1 in the prevention of fraud.

2 (2) If a fourth Michigan bridge card has been issued in a 12-  
3 month period, the department shall notify the household that they  
4 have reached the number of issued cards threshold. At their fifth  
5 and each subsequent card replacement request, a card will not be  
6 issued until the recipient has spoken directly to the local office  
7 district manager or county director. The district manager or county  
8 director may issue a new Michigan bridge card under their authority  
9 based on their assessment of the recipient's situation and  
10 explanation.

11 (3) As used in this section:

12 (a) "Food assistance trafficking" means the buying and selling  
13 of food assistance benefits for cash or items not authorized under  
14 the 2008 food and nutrition act, 7 USC 2036b.

15 (b) "Inappropriate use" means not used to meet a family's  
16 ongoing basic needs, including food, clothing, shelter, utilities,  
17 household goods, personal care items, and general incidentals.

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

23 (2) The department shall provide an annual report, providing  
24 quarterly data, to the senate and house appropriations  
25 subcommittees on the department budget, the senate and house fiscal  
26 agencies and policy offices, and the state budget director on the  
27 number of cases referred to Partnership. Accountability. Training.  
28 Hope. (PATH), the current percentage of family independence program  
29 cases involved in PATH employment activities, an estimate of the

1 current percentage of family independence program cases that meet  
2 federal work participation requirements on the whole, and an  
3 estimate of the current percentage of the family independence  
4 program cases that meet federal work participation requirements for  
5 those cases referred to PATH.

6 (3) The department shall submit to the senate and house  
7 appropriations subcommittees on the department budget, the senate  
8 and house fiscal agencies, the senate and house policy offices, and  
9 the state budget office an annual report, providing quarterly data,  
10 that include all of the following:

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

13 (b) The average and range of wages of employed family  
14 independence program recipients.

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

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

22 (2) The department shall confirm the address provided by any  
23 individual seeking family independence program benefits or state  
24 disability assistance benefits.

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

29 (4) The department shall obtain an up-to-date telephone number

1 during the eligibility determination or redetermination process for  
2 individuals seeking medical assistance benefits.

3 Sec. 687. (1) The department shall, in quarterly reports,  
4 compile and make available on its website all of the following  
5 information about the family independence program, state disability  
6 assistance, the food assistance program, Medicaid, and state  
7 emergency relief:

8 (a) The number of applications received.

9 (b) The number of applications approved.

10 (c) The number of applications denied.

11 (d) The number of applications pending and neither approved  
12 nor denied.

13 (e) The number of cases opened.

14 (f) The number of cases closed.

15 (g) The number of cases at the beginning of the quarter and  
16 the number of cases at the end of the quarter.

17 (2) The information provided under subsection (1) shall be  
18 compiled and made available for the state as a whole and for each  
19 county and reported separately for each program listed in  
20 subsection (1).

21 (3) The department shall, in quarterly reports, compile and  
22 make available on its website the following family independence  
23 program information:

24 (a) The number of new applicants who successfully met the  
25 requirements of the 10-day assessment period for PATH.

26 (b) The number of new applicants who did not meet the  
27 requirements of the 10-day assessment period for PATH.

28 (c) The number of cases sanctioned because of the school  
29 truancy policy.

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

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

4 (f) The number of children ages 0-5 living in family  
5 independence program-sanctioned households.

6 Sec. 688. From the funds appropriated in part 1 for the low-  
7 income home energy assistance program, the department shall make an  
8 additional \$20.01 payment to each food assistance program case that  
9 is not currently eligible for the standard utility allowance to  
10 enable each case to receive expanded food assistance benefits  
11 through the program commonly known as the heat and eat program.

12 Sec. 690. (1) From the funds appropriated in part 1 for legal  
13 assistance, \$50,000.00 must be distributed to a county legal  
14 assistance center located in a city with a population between 5,200  
15 and 5,300 according to the most recent federal decennial census,  
16 located within a county with a population between 120,500 and  
17 120,600 according to the most recent federal decennial census. The  
18 grantee must provide civil law legal assistance to low-income  
19 individuals.

20 (2) The funds appropriated in part 1 for legal assistance must  
21 be disbursed no later than March 1 of the current fiscal year.

22  
23 **CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE**

24 Sec. 701. Unless required from changes to federal or state law  
25 or at the request of a provider, the department shall not alter the  
26 terms of any signed contract with a private residential facility  
27 serving children under state or court supervision without written  
28 consent from a representative of the private residential facility.

29 Sec. 706. Counties shall be subject to 50% chargeback for the

1 use of alternative regional detention services, if those detention  
2 services do not fall under the basic provision of section 117e of  
3 the social welfare act, 1939 PA 280, MCL 400.117e, or if a county  
4 operates those detention services programs primarily with  
5 professional rather than volunteer staff.

6 Sec. 707. In order to be reimbursed for child care fund  
7 expenditures, counties are required to submit department-developed  
8 reports to enable the department to document potential federally  
9 claimable expenditures. This requirement is in accordance with the  
10 reporting requirements specified in section 117a(12) of the social  
11 welfare act, 1939 PA 280, MCL 400.117a.

12 Sec. 708. (1) As a condition of receiving funds appropriated  
13 in part 1 for the child care fund line item, by October 15 of the  
14 current fiscal year, counties shall have an approved service  
15 spending plan for the current fiscal year. Counties must submit the  
16 service spending plan for the following fiscal year to the  
17 department by August 15 of the current fiscal year for approval.  
18 Upon submission of the county service spending plan, the department  
19 shall approve within 30 calendar days after receipt of a properly  
20 completed service plan that complies with the requirements of the  
21 social welfare act, 1939 PA 280, MCL 400.1 to 400.119b. The  
22 department shall notify and submit county service spending plan  
23 revisions to any county whose county service spending plan is not  
24 accepted upon initial submission. The department shall not request  
25 any additional revisions to a county service spending plan outside  
26 of the requested revision notification submitted to the county by  
27 the department. The department shall notify a county within 30 days  
28 after approval that its service plan was approved.

29 (2) Counties must submit amendments to current fiscal year



1 county service plans to the department no later than August 30.  
2 Counties must submit current fiscal year payable estimates to the  
3 department no later than September 15.

4 (3) The department shall submit a report to the house and  
5 senate appropriations subcommittees on the department budget, the  
6 house and senate fiscal agencies, the house and senate policy  
7 offices, and the state budget office by February 15 of the current  
8 fiscal year on the number of counties that fail to submit a service  
9 spending plan by August 15 of the previous fiscal year and the  
10 number of service spending plans not approved by October 15. The  
11 report shall include the number of county service spending plans  
12 that were not approved as first submitted by the counties, as well  
13 as the number of plans that were not approved by the department  
14 after being resubmitted by the county with the first revisions that  
15 were requested by the department.

16 Sec. 709. The department's master contract for juvenile  
17 justice residential foster care services shall prohibit contractors  
18 from denying a referral for placement of a youth, or terminating a  
19 youth's placement, if the youth's assessed treatment needs are in  
20 alignment with the facility's residential program type, as  
21 identified by the court or the department. In addition, the master  
22 contract shall require that youth placed in juvenile justice  
23 residential foster care facilities must have regularly scheduled  
24 treatment sessions with a licensed psychologist or psychiatrist, or  
25 both, and access to the licensed psychologist or psychiatrist as  
26 needed.

27 Sec. 715. (1) As a condition of receiving funds appropriated  
28 in part 1 for raise the age fund, by deadlines established and  
29 advised by the department, counties or tribal entities shall have

1 an approved raise the age fund budget plan for the current fiscal  
2 year. Counties must submit the raise the age fund budget plan for  
3 the following fiscal year to the department by February 1 of the  
4 current fiscal year. The raise the age fund budget plan shall  
5 specifically identify the types of costs to be reimbursed,  
6 estimated costs for each item, and the total estimated cost to be  
7 reimbursed. The types of costs to be reimbursed must comply with  
8 the requirements of section 117i of the social welfare act, 1939 PA  
9 280, MCL 400.117i. \$500,000.00 of the raise the age fund shall be  
10 reserved for tribal entities. If total raise the age fund requests  
11 from tribal entities are less than \$500,000.00, the funding may be  
12 allocated to meet requests from counties. From the funds  
13 appropriated in part 1 for raise the age fund, each county and  
14 tribal entity eligible for reimbursement shall receive a minimum  
15 \$10,000.00 allocation from the raise the age fund.

16 (2) County and tribal entity reimbursement from the raise the  
17 age fund is limited to eligible youth and items specifically  
18 identified in approved raise the age fund budget plans and shall  
19 not exceed the total estimated cost included in the approved raise  
20 the age fund budget plan.

21 (3) Counties and tribal entities must submit amendments to  
22 current fiscal year raise the age fund budget plans by deadlines  
23 established and advised by the department. Counties must submit  
24 current fiscal year payable estimates for raise the age funds to  
25 the department by deadlines established and advised by the  
26 department.

27 (4) As used in this section, "eligible youth" includes both of  
28 the following:

29 (a) Pre-adjudication eligible youth: A youth for whom a

1 petition has been filed alleging commission of a status or criminal  
2 offense on or after his or her reaching the age of 17, but before  
3 reaching the age of 18.

4 (b) Post-adjudication eligible youth: A youth who has been  
5 adjudicated for a status or criminal offense for which a petition  
6 was filed alleging commission of a status or criminal offense on or  
7 after his or her reaching the age of 17, but before reaching the  
8 age of 18.

9  
10 **FIELD OPERATIONS AND SUPPORT SERVICES**

11 Sec. 801. (1) The department shall report monthly to the house  
12 and senate appropriations subcommittees on the department budget,  
13 the house and senate fiscal agencies, the house and senate policy  
14 offices, and the state budget office on the most recent food  
15 assistance program error rate derived from the active cases,  
16 reported to the United States Department of Agriculture - Food and  
17 Nutrition Services for the supplemental nutrition assistance  
18 program.

19 (2) The department shall report quarterly on the progress of  
20 the corrective action taken utilizing the funds appropriated for  
21 food assistance reinvestment in lowering the food assistance  
22 program error rate and improving program payment accuracy.

23 Sec. 802. From the funds appropriated in part 1 for field  
24 staff travel, the department shall allocate up to \$100,000.00  
25 annually toward reimbursing the out-of-pocket costs of county board  
26 members and county department directors to attend statewide  
27 meetings of the Michigan County Social Services Association.

28 Sec. 807. From the funds appropriated in part 1 for Elder Law  
29 of Michigan MiCAFE contract, the department shall allocate not less

1 than \$350,000.00 to the Elder Law of Michigan MiCAFE to assist this  
2 state's elderly population in participating in the food assistance  
3 program. Of the \$350,000.00 allocated under this section, the  
4 department shall use \$175,000.00, which are general fund/general  
5 purpose funds, as state matching funds for not less than  
6 \$175,000.00 in United States Department of Agriculture funding to  
7 provide outreach program activities, such as eligibility screening  
8 and information services, as part of a statewide food assistance  
9 hotline.

10 Sec. 808. By March 1 of the current fiscal year, the  
11 department shall provide a report 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 on the nutrition education program. The  
15 report shall include requirements made by the agriculture  
16 improvement act of 2018, Public Law 115-334, such as how the  
17 department shall use an electronic reporting system to evaluate  
18 projects and an accounting of allowable state agency administrative  
19 costs. The report shall also include documentation of the steps the  
20 department shall take to ensure that projects and subgrantee  
21 programs are evidence-based, appropriated for, and meet the  
22 criteria for an eligible individual as that term is defined in  
23 section 2036a(a) of the food and nutrition act, 7 USC 2036a, and  
24 quantitative evidence that the programs contribute to a reduction  
25 in obesity or an increase in the consumption of healthy foods.  
26 Additionally, the report shall include planned allocation and  
27 actual expenditures for the supplemental nutrition assistance  
28 program education funding, planned and actual grant amounts for the  
29 supplemental nutrition assistance program education funding, the

1 total amount of expected carryforward balance at the end of the  
2 current fiscal year for the supplemental nutrition assistance  
3 program education funding and for each subgrantee program, a list  
4 of all supplemental nutrition assistance program education funding  
5 programs by implementing agency, and the stated purpose of each of  
6 the programs and each of the subgrantee programs.

7       Sec. 809. (1) The purpose of the pathways to potential program  
8 is to reduce chronic absenteeism, increase graduation rate, and  
9 decrease the number of students who repeat grades for schools that  
10 are current or future participants in the pathways to potential  
11 program. Before any deployment of resources into a participant  
12 school, the department and the participant school shall establish  
13 performance objectives for each participant school based on a 2-  
14 year baseline prior to pathways to potential being established in  
15 the participant school and shall evaluate the progress made in the  
16 above categories from the established baseline. By March 1 of the  
17 current fiscal year, the department shall provide to the senate and  
18 house appropriations subcommittees on the department budget, the  
19 senate and house fiscal agencies, and the senate and house policy  
20 offices a report listing all participant schools, the number of  
21 staff assigned to each school by participant school, and the  
22 percentage of participating schools that achieved improved  
23 performance in each of the 3 outcomes listed above compared to the  
24 previous year, by each individual outcome. It is the intent of the  
25 legislature that after a 2-year period without attaining an  
26 increase in success in meeting the 3 listed outcomes from the  
27 established baseline, the department shall work with the  
28 participant school to examine the cause of the lack of progress and  
29 shall seek to implement a plan to increase success in meeting the

1 identified outcomes. It is the intent of the legislature that  
2 progress or the lack of progress made in meeting the performance  
3 objectives shall be used as a determinant in future pathways to  
4 potential resource allocation decisions.

5 (2) As used in this section, "baseline" means the initial set  
6 of data from the center for educational performance and information  
7 in the department of technology, management, and budget of the 3  
8 measured outcomes as described in subsection (1).

9 Sec. 825. (1) From the funds appropriated in part 1, the  
10 department shall provide individuals not more than \$500.00 for  
11 vehicle repairs, including any repairs done in the previous 12  
12 months. However, the department may in its discretion pay for  
13 repairs up to \$900.00. Payments under this section shall include  
14 the combined total of payments made by the department and work  
15 participation program.

16 (2) By November 30 of the current fiscal year, the department  
17 shall provide to the senate and house appropriations subcommittees  
18 on the department budget, the senate and house fiscal agencies, and  
19 the senate and house policy offices a report detailing the total  
20 number of payments for repairs, the number of payments for repairs  
21 that exceeded \$500.00, the number of payments for repairs that cost  
22 exactly \$500.00, and the number of payments for repairs that cost  
23 exactly \$900.00 in the previous fiscal year.

24 Sec. 826. (1) From the funds appropriated in part 1 for field  
25 policy and administration, not less than \$300,000.00 shall be  
26 allocated for the department to contract with the Prosecuting  
27 Attorneys Association of Michigan to provide the support and  
28 services necessary to increase the capability of this state's  
29 prosecutors, adult protective service system, and criminal justice

1 system to effectively identify, investigate, and prosecute elder  
2 abuse and financial exploitation.

3 (2) By March 1 of the current fiscal year, the Prosecuting  
4 Attorneys Association of Michigan shall provide a report to the  
5 department on the efficacy of the contract. The department shall  
6 submit the report to the state budget office, the house and senate  
7 appropriations subcommittees on the department budget, the house  
8 and senate fiscal agencies, and the house and senate policy offices  
9 within 30 days after receipt from the Prosecuting Attorneys  
10 Association of Michigan.

11 Sec. 850. (1) The department shall maintain out-stationed  
12 eligibility specialists in community-based organizations, community  
13 mental health agencies, nursing homes, adult placement and  
14 independent living settings, federally qualified health centers,  
15 and hospitals unless a community-based organization, community  
16 mental health agency, nursing home, adult placement and independent  
17 living setting, federally qualified health centers, or hospital  
18 requests that the program be discontinued at its facility.

19 (2) From the funds appropriated in part 1 for donated funds  
20 positions, the department shall enter into contracts with agencies  
21 that are able and eligible under federal law to provide the  
22 required matching funds for federal funding, as determined by  
23 federal statute and regulations.

24 (3) A contract for an assistance payments donated funds  
25 position must include, but not be limited to, the following  
26 performance metrics:

27 (a) Meeting a standard of promptness for processing  
28 applications for Medicaid and other public assistance programs  
29 under state law.

1 (b) Meeting required standards for error rates in determining  
2 programmatic eligibility as determined by the department.

3 (4) The department shall only fill additional donated funds  
4 positions after a new contract has been signed. That position shall  
5 also be abolished when the contract expires or is terminated.

6 (5) The department shall classify as limited-term FTEs any new  
7 employees who are hired to fulfill the donated funds position  
8 contracts or are hired to fill any vacancies from employees who  
9 transferred to a donated funds position.

10 (6) By March 1 of the current fiscal year, the department  
11 shall submit a report to the senate and house appropriations  
12 subcommittees on the department budget, the senate and house fiscal  
13 agencies and policy offices, and the state budget office detailing  
14 information on the donated funds positions, including the total  
15 number of occupied positions, the total private contribution of the  
16 positions, and the total cost to the state for any nonsalary  
17 expenditure for the donated funds position employees.

18 Sec. 851. (1) From the funds appropriated in part 1 for adult  
19 services field staff, the department shall seek to reduce the  
20 number of older adults who are victims of crime and fraud by  
21 increasing the standard of promptness in every county, as measured  
22 by commencing an investigation within 24 hours after a report is  
23 made to the department, establishing face-to-face contact with the  
24 client within 72 hours after a report is made to the department,  
25 and completing the investigation within 30 days after a report is  
26 made to the department.

27 (2) The department shall report no later than March 1 of the  
28 current fiscal year to the house and senate appropriations  
29 subcommittees on the department budget, the house and senate fiscal



1 agencies, and the house and senate policy offices on the services  
 2 provided to older adults who were victims of crime or fraud in the  
 3 previous fiscal year. The report shall include, but is not limited  
 4 to, the following by county: the percentage of investigations  
 5 commenced within 24 hours after a report is made to the department,  
 6 the number of face-to-face contacts established with the client  
 7 within 72 hours after a report is made to the department, the  
 8 number of investigations completed within 30 days after a report is  
 9 made to the department, and the total number of older adults that  
 10 were victims of crime or fraud in the previous fiscal year and were  
 11 provided services by the department as a result of being victims of  
 12 crime or fraud.

#### 13 14 **DISABILITY DETERMINATION SERVICES**

15 Sec. 890. From the funds appropriated in part 1 for disability  
 16 determination services, the department shall maintain the unit  
 17 rates in effect on September 30, 2019 for medical consultants  
 18 performing disability determination services, including physicians,  
 19 psychologists, and speech-language pathologists.

#### 20 21 **BEHAVIORAL HEALTH SERVICES ADMINISTRATION AND SPECIAL PROJECTS**

22 Sec. 901. The funds appropriated in part 1 are intended to  
 23 support a system of comprehensive community mental health services  
 24 under the full authority and responsibility of local CMHSPs or  
 25 PIHPs in accordance with the mental health code, 1974 PA 258, MCL  
 26 330.1001 to 330.2106, the Medicaid provider manual, federal  
 27 Medicaid waivers, and all other applicable federal and state laws.

28 Sec. 902. (1) From the funds appropriated in part 1, final  
 29 authorizations to CMHSPs or PIHPs shall be made upon the execution

1 of contracts between the department and CMHSPs or PIHPs. The  
2 contracts shall contain an approved plan and budget as well as  
3 policies and procedures governing the obligations and  
4 responsibilities of both parties to the contracts. Each contract  
5 with a CMHSP or PIHP that the department is authorized to enter  
6 into under this subsection shall include a provision that the  
7 contract is not valid unless the total dollar obligation for all of  
8 the contracts between the department and the CMHSPs or PIHPs  
9 entered into under this subsection for the current fiscal year does  
10 not exceed the amount of money appropriated in part 1 for the  
11 contracts authorized under this subsection.

12 (2) The department shall immediately report to the senate and  
13 house appropriations subcommittees on the department budget, the  
14 senate and house fiscal agencies, and the state budget director if  
15 either of the following occurs:

16 (a) The department enters into any new contracts with CMHSPs  
17 or PIHPs that would affect rates or expenditures.

18 (b) The department amends any contracts the department has  
19 entered into with CMHSPs or PIHPs that would affect rates or  
20 expenditures.

21 (3) The report required by subsection (2) shall include  
22 information about the changes to the contracts and their effects on  
23 rates and expenditures.

24 Sec. 904. (1) By May 31 of the current fiscal year, the  
25 department shall provide a report on the CMHSPs, PIHPs, and  
26 designated regional entities for substance use disorder prevention  
27 and treatment to the members of the house and senate appropriations  
28 subcommittees on the department budget, the house and senate fiscal  
29 agencies, and the state budget director that includes the

1 information required by this section.

2 (2) The report required under subsection (1) shall contain,  
3 unless otherwise noted, information for each CMHSP, PIHP, and  
4 designated regional entity for substance use disorder prevention  
5 and treatment, and a statewide summary, each of which shall include  
6 at least the following information:

7 (a) A statewide summary of the demographic description of  
8 service recipients that, minimally, shall include reimbursement  
9 eligibility, client population, age, ethnicity, housing  
10 arrangements, and diagnosis.

11 (b) Per capita expenditures in total and by client population  
12 group.

13 (c) A statewide summary of Medicaid-funded cost information  
14 for the 4 diagnosis groups of adults with a mental illness,  
15 children with a serious emotional disturbance, individuals with an  
16 intellectual or developmental disability, and individuals with a  
17 substance use disorder that, minimally, includes expenditures by  
18 service category for each of the 4 diagnosis groups, and cases,  
19 units, and cost of each specific service code index or health care  
20 common procedure coding system (HCPCS) code for each of the 4  
21 diagnosis groups.

22 (d) Financial information on non-Medicaid mental health  
23 services by general fund cost reporting category.

24 (e) Information about access to CMHSPs, PIHPs, and designated  
25 regional entities for substance use disorder prevention and  
26 treatment that includes, but is not limited to, the following:

27 (i) The number of individuals receiving requested services.

28 (ii) The number of individuals who requested services but did  
29 not receive services.

1 (f) The number of second opinions requested under the mental  
2 health code, 1974 PA 258, MCL 330.1001 to 330.2106, and the  
3 determination of any appeals.

4 (g) Lapses and carryforwards during the previous fiscal year  
5 for CMHSPs, PIHPs, and designated regional entities for substance  
6 use disorder prevention and treatment.

7 (h) Performance indicator information required to be submitted  
8 to the department in the contracts with CMHSPs, PIHPs, and  
9 designated regional entities for substance use disorder prevention  
10 and treatment.

11 (i) Administrative expenditures of each CMHSP, PIHP, and  
12 designated regional entity for substance use disorder prevention  
13 and treatment that include a breakout of the salary, benefits, and  
14 pension of each executive-level staff and shall include the  
15 director, chief executive, and chief operating officers and other  
16 members identified as executive staff.

17 (3) The report in subsection (1) shall contain the following  
18 information from the previous fiscal year on substance use disorder  
19 prevention, education, and treatment programs:

20 (a) The expenditures stratified by department-designated  
21 community mental health entity, by fund source, by subcontractor,  
22 by population served, and by service type.

23 (b) The expenditures per state client, with data on the  
24 distribution of expenditures reported using a histogram approach.

25 (c) The number of services provided by subcontractor and by  
26 service type. Additionally, data on length of stay, referral  
27 source, and participation in other state programs.

28 (d) The collections from other first- or third-party payers,  
29 private donations, or other state or local programs, by department-

1 designated community mental health entity, by subcontractor, by  
2 population served, and by service type.

3 (4) The department shall include data reporting requirements  
4 listed in subsections (2) and (3) in the annual contract with each  
5 individual CMHSP, PIHP, and designated regional entity for  
6 substance use disorder prevention and treatment.

7 (5) The department shall take all reasonable actions to ensure  
8 that the data required are complete and consistent among all  
9 CMHSPs, PIHPs, and designated regional entities for substance use  
10 disorder prevention and treatment.

11 Sec. 907. (1) The amount appropriated in part 1 for community  
12 substance use disorder prevention, education, and treatment shall  
13 be expended to coordinate care and services provided to individuals  
14 with severe and persistent mental illness and substance use  
15 disorder diagnoses.

16 (2) The department shall approve managing entity fee schedules  
17 for providing substance use disorder services and charge  
18 participants in accordance with their ability to pay.

19 (3) The managing entity shall continue current efforts to  
20 collaborate on the delivery of services to those clients with  
21 mental illness and substance use disorder diagnoses with the goal  
22 of providing services in an administratively efficient manner.

23 Sec. 908. As a condition of their contracts with the  
24 department, PIHPs and CMHSPs, in consultation with the Community  
25 Mental Health Association of Michigan, shall work with the  
26 department to implement section 206b of the mental health code,  
27 1974 PA 258, MCL 330.1206b, to establish a uniform community mental  
28 health services credentialing program.

29 Sec. 909. From the funds appropriated in part 1 for health

1 homes, the department shall use available revenue from the  
2 marihuana regulatory fund established in section 604 of the medical  
3 marihuana facilities licensing act, 2016 PA 281, MCL 333.27604, to  
4 improve physical health, expand access to substance use disorder  
5 prevention and treatment services, and strengthen the existing  
6 prevention, treatment, and recovery systems.

7 Sec. 910. The department shall ensure that substance use  
8 disorder treatment is provided to applicants and recipients of  
9 public assistance through the department who are required to obtain  
10 substance use disorder treatment as a condition of eligibility for  
11 public assistance.

12 Sec. 911. (1) The department shall ensure that each contract  
13 with a CMHSP or PIHP requires the CMHSP or PIHP to implement  
14 programs to encourage diversion of individuals with serious mental  
15 illness, serious emotional disturbance, or developmental disability  
16 from possible jail incarceration when appropriate.

17 (2) Each CMHSP or PIHP shall have jail diversion services and  
18 shall work toward establishing working relationships with  
19 representative staff of local law enforcement agencies, including  
20 county prosecutors' offices, county sheriffs' offices, county  
21 jails, municipal police agencies, municipal detention facilities,  
22 and the courts. Written interagency agreements describing what  
23 services each participating agency is prepared to commit to the  
24 local jail diversion effort and the procedures to be used by local  
25 law enforcement agencies to access mental health jail diversion  
26 services are strongly encouraged.

27 Sec. 912. The department shall contract directly with the  
28 Salvation Army Harbor Light program, at an amount not less than the  
29 amount provided during the fiscal year ending September 30, 2020,

1 to provide non-Medicaid substance use disorder services if the  
2 local coordinating agency or the department confirms the Salvation  
3 Army Harbor Light program meets the standard of care. The standard  
4 of care shall include, but is not limited to, utilization of the  
5 medication assisted treatment option.

6 Sec. 913. (1) From the funds appropriated in part 1 for  
7 behavioral health program administration, the department shall  
8 allocate \$1,025,000.00 for the autism navigator program. The  
9 department shall require any contractor receiving funds under this  
10 section to comply with performance-related metrics to maintain  
11 eligibility for funding. The performance-related metrics shall  
12 include, but not be limited to, all of the following:

13 (a) Each contractor shall have accreditations that attest to  
14 their competency and effectiveness in providing services.

15 (b) Each contractor shall demonstrate cost-effectiveness.

16 (c) Each contractor shall ensure their ability to leverage  
17 private dollars to strengthen and maximize service provision.

18 (d) Each contractor shall provide quarterly reports to the  
19 department regarding the number of clients served by PIHP region,  
20 units of service provision by PIHP region, and ability to meet  
21 their stated goals.

22 (2) The department shall require an annual report from any  
23 contractor receiving funding from this section. The annual report,  
24 due to the department 60 days following the end of the contract  
25 period, shall include specific information on services and programs  
26 provided, the client base to which the services and programs were  
27 provided, and the expenditures for those services. The department  
28 shall provide the annual reports to the senate and house  
29 appropriations subcommittees on the department budget, the senate

1 and house fiscal agencies, and the state budget office.

2       Sec. 914. By June 1 of the current fiscal year, the department  
3 shall submit a report to the house and senate appropriations  
4 subcommittees on the department budget, the house and senate fiscal  
5 agencies, the house and senate policy offices, and the state budget  
6 office on outcomes of the funds provided in part 1 to the Michigan  
7 Child Collaborative Care (MC3). The outcomes reported must include,  
8 but is not limited to, the number of same-day telephone  
9 consultations with primary care providers and the number of local  
10 resource recommendations made to primary care providers who are  
11 providing medical care to patients who need behavioral health  
12 services.

13       Sec. 915. From the funds appropriated in part 1 for community  
14 substance use disorder prevention, education, and treatment and  
15 opioid response activities, the department shall, to the extent  
16 possible, provide grants, pursuant to federal laws, rules, and  
17 regulations, to local public entities that provide substance use  
18 disorder services and to 1 private entity that has a statewide  
19 contract to provide community-based substance use disorder  
20 services.

21       Sec. 916. From the funds appropriated in part 1 for behavioral  
22 health program administration, the department shall allocate  
23 \$100,000.00 as a grant to a nonprofit mental health clinic located  
24 in a county with a population between 290,000 and 300,000 according  
25 to the most recent federal decennial census that provides  
26 counseling services, accepts clients regardless of their ability to  
27 pay for services through sliding scale copayments and volunteer  
28 services, and uses fundraising to support their clinic.

29       Sec. 917. From the funds appropriated in part 1 for opioid



1 response activities, the department shall allocate \$16,000,000.00  
2 from the Michigan opioid healing and recovery fund created under  
3 section 3 of the Michigan trust fund act, 2000 PA 489, MCL 12.253,  
4 to create or supplement opioid-related programs and services in a  
5 manner consistent with the opioid judgement, settlement, or  
6 compromise of claims pertaining to violations, or alleged  
7 violations, of law related to the manufacture, marketing,  
8 distribution, dispensing, or sale of opioids.

9 Sec. 918. On a quarterly basis, providing monthly data, the  
10 department shall report to the senate and house appropriations  
11 subcommittees on the department budget, the senate and house fiscal  
12 agencies, and the state budget director on the amount of funding  
13 paid to PIHPs to support the Medicaid managed mental health care  
14 program. The information shall include the total paid to each PIHP,  
15 per capita rate paid for each eligibility group for each PIHP, and  
16 number of cases in each eligibility group for each PIHP, and year-  
17 to-date summary of eligibles and expenditures for the Medicaid  
18 managed mental health care program.

19 Sec. 920. (1) As part of the Medicaid rate-setting process for  
20 behavioral health services, the department shall work with PIHP  
21 network providers and actuaries to include any state and federal  
22 wage and compensation increases that directly impact staff who  
23 provide Medicaid-funded community living supports, personal care  
24 services, respite services, skill-building services, and other  
25 similar supports and services as part of the Medicaid rate.

26 (2) It is the intent of the legislature that any increased  
27 Medicaid rate related to state minimum wage increases shall also be  
28 distributed to direct care employees.

29 Sec. 924. From the funds appropriated in part 1 for autism

1 services, for the purposes of actuarially sound rate certification  
2 and approval for Medicaid behavioral health managed care programs,  
3 the department shall maintain a fee schedule for autism services  
4 reimbursement rates for direct services. Expenditures used for rate  
5 setting shall not exceed those identified in the fee schedule. The  
6 rates for behavioral technicians shall not be less than \$50.00 per  
7 hour and not more than \$55.00 per hour.

8 Sec. 926. (1) From the funds appropriated in part 1 for  
9 community substance use disorder prevention, education, and  
10 treatment, \$500,000.00 is allocated for a specialized substance use  
11 disorder detoxification project administered by a 9-1-1 service  
12 district in conjunction with a substance use and case management  
13 provider and at a hospital within a 9-1-1 services district with at  
14 least 600,000 residents and 15 member communities within a county  
15 with a population of at least 1,500,000 according to the most  
16 recent federal decennial census.

17 (2) The substance use and case management provider receiving  
18 funds under this section shall collect and submit to the department  
19 data on the outcomes of the project throughout the duration of the  
20 project and the department shall submit a report on the project's  
21 outcomes to the house and senate appropriations subcommittees on  
22 the department budget, the house and senate fiscal agencies, and  
23 the state budget office.

24 Sec. 927. (1) The department shall, in consultation with the  
25 Community Mental Health Association of Michigan, establish,  
26 maintain, and review as necessary, a uniform community mental  
27 health services auditing process for use by CMHSPs and PIHPs.

28 (2) The uniform auditing process required under this section  
29 must do all of the following:

1 (a) Create uniformity in the collection of data and consistent  
2 measurement of the quality, efficacy, and cost effectiveness of  
3 provided services and supports.

4 (b) Establish a uniform audit tool that contains information  
5 necessary for the uniform community mental health services auditing  
6 process and adheres to national standards.

7 (c) Strive to meet the needs of community mental health  
8 service beneficiaries and meet all statewide audit requirements.

9 (d) Maintain audit responsibility at the local agency level.

10 (3) By March 1 of the current fiscal year, the department  
11 shall submit a report to the senate and house appropriations  
12 subcommittees on the department budget, the senate and house fiscal  
13 agencies, and the senate and house policy offices on the  
14 implementation status of the uniform auditing process and any  
15 barriers to implementation.

16 (4) A state department or agency that provides, either  
17 directly or through a contract, community mental health services  
18 and supports must comply with the uniform auditing process and  
19 utilize the audit tool maintained by the department. All forms,  
20 processes, and contracts used by the state that relate to the  
21 provision of community mental health services and supports must  
22 comply with the uniform auditing process.

23 (5) As used in this section, "national standards" means  
24 standards established by a national accrediting entity such as the  
25 Joint Commission, Commission on Accreditation of Rehabilitation  
26 Facilities, Council on Accreditation, National Committee for  
27 Quality Assurance, or other credible body approved by the  
28 department.

29 Sec. 928. (1) Each PIHP shall provide, from internal

1 resources, local funds to be used as a part of the state match  
2 required under the Medicaid program in order to increase capitation  
3 rates for PIHPs. These funds shall not include either state funds  
4 received by a CMHSP for services provided to non-Medicaid  
5 recipients or the state matching portion of the Medicaid capitation  
6 payments made to a PIHP.

7 (2) It is the intent of the legislature that any funds that  
8 lapse from the funds appropriated in part 1 for Medicaid mental  
9 health services shall be redistributed to individual CMHSPs as a  
10 reimbursement of local funds on a proportional basis to those  
11 CMHSPs whose local funds were used as state Medicaid match. By  
12 April 1 of the current fiscal year, the department shall report to  
13 the senate and house appropriations subcommittees on the department  
14 budget, the senate and house fiscal agencies, the senate and house  
15 policy offices, and the state budget office on the lapse by PIHP  
16 from the previous fiscal year and the projected lapse by PIHP in  
17 the current fiscal year.

18 (3) It is the intent of the legislature that the amount of  
19 local funds used in subsection (1) be phased out and offset with  
20 state general fund/general purpose revenue in equal amounts over a  
21 5-year period.

22 (4) Until the local funds are phased out as described in  
23 subsection (3), each PIHP shall not be required to provide local  
24 funds, used as part of the state match required under the Medicaid  
25 program in order to increase capitation rates for PIHPs, at an  
26 amount greater than what each PIHP received from local units of  
27 government, either directly or indirectly, during the fiscal year  
28 ending September 30, 2018 for this purpose.

29 Sec. 935. A county required under the provisions of the mental

1 health code, 1974 PA 258, MCL 330.1001 to 330.2106, to provide  
2 matching funds to a CMHSP for mental health services rendered to  
3 residents in its jurisdiction shall pay the matching funds in equal  
4 installments on not less than a quarterly basis throughout the  
5 fiscal year, with the first payment being made by October 1 of the  
6 current fiscal year.

7       Sec. 940. (1) According to section 236 of the mental health  
8 code, 1974 PA 258, MCL 330.1236, the department shall review  
9 expenditures for each CMHSP to identify CMHSPs with projected  
10 allocation surpluses and to identify CMHSPs with projected  
11 allocation shortfalls. The department shall encourage the board of  
12 a CMHSP with a projected allocation surplus to concur with the  
13 department's recommendation to reallocate those funds to CMHSPs  
14 with projected allocation shortfalls.

15       (2) A CMHSP that has its funding allocation transferred out  
16 during the current fiscal year as described in subsection (1) is  
17 not eligible for any additional funding reallocations during the  
18 remainder of the current fiscal year, unless that CMHSP is  
19 responding to a public health emergency as determined by the  
20 department.

21       (3) CMHSPs shall report to the department on any proposed  
22 reallocations described in this section at least 30 days before any  
23 reallocations take effect.

24       (4) The department shall notify the chairs of the  
25 appropriation subcommittees on the department budget when a request  
26 is made and when the department grants approval for reallocation as  
27 described in subsection (1). By September 30 of the current fiscal  
28 year, the department shall provide a report on the amount of  
29 funding reallocated to the senate and house appropriations

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

4 Sec. 942. A CMHSP shall provide at least 30 days' notice  
5 before reducing, terminating, or suspending services provided by a  
6 CMHSP to CMHSP clients, with the exception of services authorized  
7 by a physician that no longer meet established criteria for medical  
8 necessity.

9 Sec. 950. From the funds appropriated in part 1 for court-  
10 appointed guardian reimbursements, the department shall allocate  
11 \$100.00 to reimburse court-appointed public guardians for  
12 recipients who also receive CMHSP services at a reimbursement of  
13 \$50.00 per month. It is the intent of the legislature that these  
14 funds be used in addition to any other funds currently paid to  
15 court-appointed public guardians, but a court-appointed public  
16 guardian shall not be compensated more than \$83.00 per month for  
17 any CMHSP eligible recipients regardless of funding source. By  
18 September 15 of the current fiscal year, the department shall  
19 provide a report to the house and senate appropriations  
20 subcommittees on the department budget, the house and senate fiscal  
21 agencies, the house and senate policy offices, and the state budget  
22 office on the number of court-appointed public guardians who  
23 received these funds, the number of court-appointed public  
24 guardians who were also reimbursed by the counties, and the per-  
25 month reimbursement rates provided by the counties.

26 Sec. 959. (1) The department shall continue to convene a  
27 workgroup in collaboration with the chairs of the house and senate  
28 appropriations subcommittees on the department budget or their  
29 designees, CMHSP members, autism services provider clinical and

1 administrative staff, community members, Medicaid autism services  
2 clients, and family members of Medicaid autism services clients to  
3 make recommendations to ensure appropriate cost and service  
4 provision, including, but not limited to, the following:

5 (a) Evaluation and reduction of the variability in diagnostic  
6 rates across different regions of the state.

7 (b) Evaluation of the factors resulting in the voluntary  
8 disenrollment from, or declination of, therapeutic services by  
9 eligible families.

10 (2) By April 15 of the current fiscal year, the department  
11 shall provide an update on the workgroup's recommendations and  
12 findings to the senate and house appropriations subcommittees on  
13 the department budget, the senate and house fiscal agencies, and  
14 the state budget office.

15 Sec. 960. (1) From the funds appropriated in part 1 for autism  
16 services, the department shall continue to cover all Medicaid  
17 autism services to Medicaid enrollees eligible for the services  
18 that were covered on January 1, 2019.

19 (2) To restrain cost increases in the autism services line  
20 item, the department shall do all of the following:

21 (a) By March 1 of the current fiscal year, develop and  
22 implement specific written guidance for standardization of Medicaid  
23 PIHPs and CMHSPs autism spectrum disorder administrative services,  
24 including, but not limited to, reporting requirements, coding, and  
25 reciprocity of credentialing and training between PIHPs and CMHSPs  
26 to reduce administrative duplication at the PIHP, CMHSP, and  
27 service provider levels.

28 (b) Require consultation with the client's evaluation  
29 diagnostician and PIHP to approve the client's ongoing therapy for

1 3 years, unless the client's evaluation diagnostician recommended  
2 an evaluation before the 3 years or if a clinician on the treatment  
3 team recommended an evaluation for the client before the third  
4 year.

5 (c) Limit the authority to perform a diagnostic evaluation for  
6 Medicaid autism services to qualified licensed practitioners.  
7 Qualified licensed practitioners are limited to the following:

8 (i) A physician with a specialty in psychiatry or neurology.

9 (ii) A physician with a subspecialty in developmental  
10 pediatrics, development-behavioral pediatrics, or a related  
11 discipline.

12 (iii) A physician with a specialty in pediatrics or other  
13 appropriate specialty with training, experience, or expertise in  
14 autism spectrum disorders or behavioral health.

15 (iv) A psychologist with a specialty in clinical child  
16 psychology, behavioral and cognitive psychology, or clinical  
17 neuropsychology, or other appropriate specialty with training,  
18 experience, or expertise in autism spectrum disorders or behavioral  
19 health.

20 (v) A clinical social worker with at least 1 year of  
21 experience working within his or her scope of practice who is  
22 qualified and experienced in diagnosing autism spectrum disorders.

23 (vi) An advanced practice registered nurse with training,  
24 experience, or expertise in autism spectrum disorders or behavioral  
25 health.

26 (vii) A physician's assistant with training, experience, or  
27 expertise in autism spectrum disorders or behavioral health.

28 (d) Require that a client whose initial diagnosis was  
29 performed by a diagnostician with master's level credentials have



1 their diagnosis and treatment recommendations reviewed by a  
2 physician, psychiatric nurse practitioner, physician's assistant  
3 with training, experience, or expertise in autism spectrum  
4 disorders or behavioral health, or fully credentialed psychologist.

5 (e) Allow and expand the utilization of telemedicine and  
6 telepsychiatry to increase access to diagnostic evaluation  
7 services.

8 (f) Coordinate with the department of insurance and financial  
9 services on oversight for compliance with the Paul Wellstone and  
10 Pete Domenici mental health parity and addiction equity act of  
11 2008, Public Law 110-343, as it relates to autism spectrum disorder  
12 services, to ensure appropriate cost sharing between public and  
13 private payers.

14 (g) Require that Medicaid eligibility be confirmed through  
15 prior evaluations conducted by physicians, psychiatric nurse  
16 practitioners, physician's assistant with training, experience, or  
17 expertise in autism spectrum disorders or behavioral health, or  
18 fully credentialed psychologists to the extent possible.

19 (h) Maintain regular statewide provider trainings on autism  
20 spectrum disorder standard clinical best practice guidelines for  
21 treatment and diagnostic services.

22 (3) By March 1 of the current fiscal year, the department  
23 shall report to the senate and house appropriations subcommittees  
24 on the department budget, the senate and house fiscal agencies, the  
25 senate and house policy offices, and the state budget office on  
26 total autism services spending broken down by PIHP and CMHSP for  
27 the previous fiscal year and current fiscal year and total  
28 administrative costs broken down by PIHP, CMHSP, and the type of  
29 administrative cost for the previous fiscal year and current fiscal

1 year.

2       Sec. 962. For the purposes of special projects involving high-  
3 need children or adults, including the not guilty by reason of  
4 insanity population, the department may contract directly with  
5 providers of services to these identified populations.

6       Sec. 964. By October 1 of the current fiscal year, the  
7 department shall provide the house and senate appropriations  
8 subcommittees on the department budget, the house and senate fiscal  
9 agencies, the house and senate policy offices, and the state budget  
10 office with the standardized fee schedule for Medicaid behavioral  
11 health services and supports. The report shall also include the  
12 adequacy standards to be used in all contracts with PIHPs and  
13 CMHSPs. In the development of the standardized fee schedule for  
14 Medicaid behavioral health services and supports during the current  
15 fiscal year, the department must prioritize and support essential  
16 service providers and must develop a standardized fee schedule for  
17 revenue code 0204.

18       Sec. 965. From the funds appropriated in part 1, the  
19 department and the PIHPs shall increase the comparison rates and  
20 any associated reimbursement rates of the bundled rate H0020 for  
21 the administration and services of methadone to \$19.00.

22       Sec. 970. The department shall maintain the policies in effect  
23 on October 1, 2018 for the federal home and community-based  
24 services rule as it relates to skill building assistance services.  
25 The skill building assistance services shall remain eligible for  
26 federal match until March 17, 2022 as stated in the CMS  
27 informational bulletin dated May 9, 2017. From the funds  
28 appropriated in part 1, the department shall continue to seek  
29 federal matching funds for skill building assistance services. As a

1 condition of their contracts with the department, CMHSPs shall  
2 retain any federally approved skill building assistance services  
3 available as of October 1, 2018.

4 Sec. 972. From the funds appropriated in part 1 for behavioral  
5 health program administration, the department shall allocate not  
6 less than \$3,000,000.00 general fund/general purpose revenue and  
7 any associated federal match or federal grant funding, including,  
8 but not limited to, associated federal 988 grant funding for the  
9 mental health telephone access line known as the Michigan crisis  
10 and access line (MiCAL), to provide primary coverage in regions  
11 where a regional national suicide prevention lifeline center does  
12 not provide coverage and for statewide secondary coverage, to  
13 establish and make available to the public MiCAL in accordance with  
14 section 165 of the mental health code, 1974 PA 258, MCL 330.1165.

15 Sec. 974. The department and PIHPs shall allow an individual  
16 with an intellectual or developmental disability who receives  
17 supports and services from a CMHSP to instead receive supports and  
18 services from another provider if the individual shows that he or  
19 she is eligible and qualified to receive supports and services from  
20 another provider. Other providers may include, but are not limited  
21 to, MIChoice and program of all-inclusive care for the elderly  
22 (PACE). The department may contract with an independent person-  
23 planning company to coordinate these services.

24 Sec. 977. From the funds appropriated in part 1 for community  
25 substance use disorder prevention, education, and treatment,  
26 \$600,000.00 is allocated as grants to high schools specifically  
27 designated for students recovering from a substance use disorder in  
28 accordance with section 273a of the mental health code, 1974 PA  
29 258, MCL 330.1273a.

1           Sec. 978. From the funds appropriated in part 1 for community  
2 substance use disorder prevention, education, and treatment, the  
3 department shall allocate \$1,200,000.00 as grants for recovery  
4 community organizations to offer or expand recovery support center  
5 services or recovery community center services to individuals  
6 seeking long-term recovery from substance use disorders in  
7 accordance with section 273b of the mental health code, 1974 PA  
8 258, MCL 330.1273b.

9           Sec. 979. If funds become available, the department shall seek  
10 the appropriate federal approvals to allow for the utilization of  
11 Medicaid funding for services provided at adult psychiatric  
12 residential treatment facilities. By March 1 of the current fiscal  
13 year, the department shall report on its progress toward receiving  
14 the appropriate federal approvals to allow for federal Medicaid  
15 reimbursements for services provided at adult psychiatric  
16 residential treatment facilities to the house and senate  
17 appropriations subcommittees on the department budget, the house  
18 and senate fiscal agencies, the house and senate policy offices,  
19 and the state budget office.

20           Sec. 995. (1) From the funds appropriated in part 1 for mental  
21 health diversion council, the department shall allocate  
22 \$3,850,000.00 to continue to implement the jail diversion pilot  
23 programs intended to address the recommendations of the mental  
24 health diversion council.

25           (2) By March 1 of the current fiscal year, the department  
26 shall report to the senate and house appropriations subcommittees  
27 on the department budget, the senate and house fiscal agencies, and  
28 the senate and house policy offices on the planned allocation of  
29 the funds appropriated for mental health diversion council.

1           Sec. 996. From the funds appropriated in part 1 for family  
2 support subsidy, the department shall make monthly payments of  
3 \$229.31 to the parents or legal guardians of children approved for  
4 the family support subsidy by a CMHSP.

5           Sec. 997. The population data used in determining the  
6 distribution of substance use disorder block grant funds shall be  
7 from the most recent federal data from the United States Census  
8 Bureau.

9           Sec. 998. For distribution of state general funds to CMHSPs,  
10 if the department decides to use census data, the department shall  
11 use the most recent federal data from the United States Census  
12 Bureau.

13  
14 **BEHAVIORAL HEALTH SERVICES**

15           Sec. 1001. By December 31 of the current fiscal year, each  
16 CMHSP shall submit a report to the department that identifies  
17 populations being served by the CMHSP broken down by program  
18 eligibility category. The report shall also include the percentage  
19 of the operational budget that is related to program eligibility  
20 enrollment. By February 15 of the current fiscal year, the  
21 department shall submit the report described in this section to the  
22 senate and house appropriations subcommittees on the department  
23 budget, the senate and house fiscal agencies, the senate and house  
24 policy offices, and the state budget office.

25           Sec. 1003. The department shall notify the Community Mental  
26 Health Association of Michigan when developing policies and  
27 procedures that will impact PIHPs or CMHSPs.

28           Sec. 1004. The department shall provide the senate and house  
29 appropriations subcommittees on the department budget, the senate

1 and house fiscal agencies, and the state budget office any rebased  
2 formula changes to either Medicaid behavioral health services or  
3 non-Medicaid mental health services 90 days before implementation.  
4 The notification shall include a table showing the changes in  
5 funding allocation by PIHP for Medicaid behavioral health services  
6 or by CMHSP for non-Medicaid mental health services.

7       Sec. 1005. (1) From the funds appropriated in part 1 for  
8 health homes, the department shall maintain the number of  
9 behavioral health homes in PIHP regions 1, 2, and 8 and maintain  
10 the number of substance use disorder health homes in PIHP regions  
11 1, 2, 4, and 9. The department shall expand the number of  
12 behavioral health homes in regions 6 and 7, expand the number of  
13 substance use disorder health homes in regions 6, 7, and 10, and  
14 create and implement intellectual or developmental disability  
15 health homes in at least 2 regions.

16       (2) On a quarterly basis, the department shall provide a  
17 report to the house and senate appropriations subcommittees on the  
18 department budget, the house and senate fiscal agencies, the house  
19 and senate policy offices, and the state budget office on the  
20 number of individuals being served and expenditures incurred by  
21 each PIHP region by site.

22       Sec. 1008. PIHPs and CMHSPs shall do all of the following:

23       (a) Work to reduce administration costs by ensuring that PIHP  
24 and CMHSP responsible functions are efficient in allowing optimal  
25 transition of dollars to those direct services considered most  
26 effective in assisting individuals served. Any consolidation of  
27 administrative functions must demonstrate, by independent analysis,  
28 a reduction in dollars spent on administration resulting in greater  
29 dollars spent on direct services. Savings resulting from increased

1 efficiencies shall not be applied to PIHP and CMHSP net assets,  
2 internal service fund increases, building costs, increases in the  
3 number of PIHP and CMHSP personnel, or other areas not directly  
4 related to the delivery of improved services.

5 (b) Take an active role in managing mental health care by  
6 ensuring consistent and high-quality service delivery throughout  
7 its network and promote a conflict-free care management  
8 environment.

9 (c) Ensure that direct service rate variances are related to  
10 the level of need or other quantifiable measures to ensure that the  
11 most money possible reaches direct services.

12 (d) Whenever possible, promote fair and adequate direct care  
13 reimbursement, including fair wages for direct service workers.

14 Sec. 1010. The funds appropriated in part 1 for behavioral  
15 health community supports and services must be used to reduce  
16 waiting lists at state-operated hospitals and centers through cost-  
17 effective community-based and residential services, including, but  
18 not limited to, assertive community treatment (ACT), forensic  
19 assertive community treatment (FACT), crisis stabilization units in  
20 accordance with chapter 9A of the mental health code, 1974 PA 258,  
21 MCL 330.1971 to 330.1979, and psychiatric residential treatment  
22 facilities in accordance with section 137a of the mental health  
23 code, 1974 PA 258, MCL 330.1137a.

24 Sec. 1011. To the extent permissible under section 919 of the  
25 mental health code, 1974 PA 258, MCL 330.1919, the funds  
26 appropriated in part 1 for behavioral health services may be used  
27 to reimburse out-of-state providers of crisis resolution services  
28 and outpatient services if the out-of-state provider is enrolled as  
29 a state Medicaid provider and the out-of-state provider is located

1 closer to the client's home than an in-state provider.

2 Sec. 1012. It is the intent of the legislature that the  
3 department pursue any and all federal Medicaid waivers to maximize  
4 the use of federal Medicaid reimbursements for substance use  
5 disorder services and treatments for justice-involved individuals.  
6 By March 9 of the current fiscal year, the department shall provide  
7 a report on the types of substance use disorder waivers submitted  
8 by the department, whether those waivers have been approved by the  
9 Centers for Medicare and Medicaid Services, and the steps the  
10 department will take to request any and all federal Medicaid  
11 waivers to maximize the use of federal Medicaid reimbursements for  
12 substance use disorder services and treatments to the house and  
13 senate appropriations subcommittees on the department budget, the  
14 house and senate fiscal agencies, the house and senate policy  
15 offices, and the state budget office.

16 Sec. 1013. CMHSPs that operate preadmission screening units,  
17 or that have designated a hospital as a preadmission screening  
18 unit, may permit a sheriff's office to use a qualified contracted  
19 entity to transport an individual for preadmission screening.

20 Sec. 1014. (1) From the funds appropriated in part 1 to  
21 agencies providing physical and behavioral health services to  
22 multicultural populations, the department shall award grants in  
23 accordance with the requirements of subsection (2). This state is  
24 not liable for any spending above the contract amount. The  
25 department shall not release funds until reporting requirements  
26 under section 1014 of article 6 of 2021 PA 87 are satisfied.

27 (2) The department shall require each contractor described in  
28 subsection (1) that receives greater than \$1,000,000.00 in state  
29 grant funding to comply with performance-related metrics to



1 maintain their eligibility for funding. The performance-related  
2 metrics shall include, but not be limited to, all of the following:

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

6 (b) Each contractor or subcontractor shall have a mission that  
7 is consistent with the purpose of the multicultural agency.

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

11 (d) Each contractor or subcontractor shall demonstrate cost-  
12 effectiveness.

13 (e) Each contractor or subcontractor shall ensure their  
14 ability to leverage private dollars to strengthen and maximize  
15 service provision.

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

19 (3) The department shall require an annual report from the  
20 contractors described in subsection (2). The annual report, due 60  
21 days following the end of the contract period, shall include  
22 specific information on services and programs provided, the client  
23 base to which the services and programs were provided, information  
24 on any wraparound services provided, and the expenditures for those  
25 services. By February 1 of the current fiscal year, the department  
26 shall provide the annual reports to the senate and house  
27 appropriations subcommittees on the department budget, the senate  
28 and house fiscal agencies, and the state budget office.

29 Sec. 1015. From the funds appropriated in part 1 for federal

1 mental health block grant, the department shall, to the extent  
2 possible, provide grants, pursuant to federal laws, rules, and  
3 regulations, to local public entities that provide mental health  
4 services and to 1 private entity that has a statewide contract to  
5 provide community-based mental health services.

6  
7 **STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES**

8       Sec. 1051. The department shall continue a revenue recapture  
9 project to generate additional revenues from third parties related  
10 to cases that have been closed or are inactive. A portion of  
11 revenues collected through project efforts may be used for  
12 departmental costs and contractual fees associated with these  
13 retroactive collections and to improve ongoing departmental  
14 reimbursement management functions.

15       Sec. 1052. The purpose of gifts and bequests for patient  
16 living and treatment environments is to use additional private  
17 funds to provide specific enhancements for individuals residing at  
18 state-operated facilities. Use of the gifts and bequests shall be  
19 consistent with the stipulation of the donor. The expected  
20 completion date for the use of gifts and bequests donations is  
21 within 3 years unless otherwise stipulated by the donor.

22       Sec. 1055. (1) The department shall not implement any closures  
23 or consolidations of state hospitals, centers, or agencies until  
24 CMHSPs or PIHPs have programs and services in place for those  
25 individuals currently in those facilities and a plan for service  
26 provision for those individuals who would have been admitted to  
27 those facilities.

28       (2) All closures or consolidations are dependent upon adequate  
29 department-approved CMHSP and PIHP plans that include a discharge

1 and aftercare plan for each individual currently in the facility. A  
2 discharge and aftercare plan shall address the individual's housing  
3 needs. A homeless shelter or similar temporary shelter arrangements  
4 are inadequate to meet the individual's housing needs.

5 (3) Four months after the certification of closure required in  
6 section 19(6) of the state employees' retirement act, 1943 PA 240,  
7 MCL 38.19, the department shall provide a closure plan to the house  
8 and senate appropriations subcommittees on the department budget  
9 and the state budget director.

10 (4) Upon the closure of state-run operations and after  
11 transitional costs have been paid, the remaining balances of funds  
12 appropriated for that operation shall be transferred to CMHSPs or  
13 PIHPs responsible for providing services for individuals previously  
14 served by the operations.

15 Sec. 1056. The department may collect revenue for patient  
16 reimbursement from first- and third-party payers, including  
17 Medicaid and local county CMHSP payers, to cover the cost of  
18 placement in state hospitals and centers. The department is  
19 authorized to adjust financing sources for patient reimbursement  
20 based on actual revenues earned. If the revenue collected exceeds  
21 current year expenditures, the revenue may be carried forward with  
22 approval of the state budget director. The revenue carried forward  
23 shall be used as a first source of funds in the subsequent year.

24 Sec. 1058. Effective October 1 of the current fiscal year, the  
25 department, in consultation with the department of technology,  
26 management, and budget, may maintain a bid process to identify 1 or  
27 more private contractors to provide food service and custodial  
28 services for the administrative areas at any state hospital  
29 identified by the department as capable of generating savings

1 through the outsourcing of such services.

2 Sec. 1059. (1) The department shall identify specific outcomes  
3 and performance measures for state-operated hospitals and centers,  
4 including, but not limited to, the following:

5 (a) The average wait time for individuals determined  
6 incompetent to stand trial before admission to the center for  
7 forensic psychiatry.

8 (b) The average wait time for individuals determined  
9 incompetent to stand trial before admission to other state-operated  
10 psychiatric facilities.

11 (c) The average number of individuals waiting to receive  
12 admission into the center for forensic psychiatry.

13 (d) The average number of individuals waiting to receive  
14 admission into the other state-operated hospitals and centers.

15 (e) The average wait time for individuals awaiting admission  
16 into the other state-operated hospitals and centers through the  
17 civil admissions process.

18 (f) The number of individuals determined not guilty by reason  
19 of insanity or incompetent to stand trial by an order of a probate  
20 court that have been determined to be ready for discharge to the  
21 community, and the average wait time between being determined to be  
22 ready for discharge to the community and actual community  
23 placement.

24 (g) The number of individuals denied admission into the center  
25 for forensic psychiatry.

26 (h) The number of individuals denied admission into the other  
27 state-operated hospitals and centers.

28 (2) By March 1 of the current fiscal year, the department  
29 shall report to the house and senate appropriations subcommittees

1 on the department budget, the house and senate fiscal agencies, the  
2 house and senate policy offices, and the state budget office on the  
3 outcomes and performance measures in subsection (1).

4 Sec. 1060. By March 1 of the current fiscal year, the  
5 department shall provide a report on mandatory overtime, staff  
6 turnover, and staff retention at the state psychiatric hospitals  
7 and centers to the senate and house appropriations subcommittees on  
8 the department budget, the senate and house fiscal agencies, and  
9 the state budget office. The report shall include, but is not  
10 limited to, the following:

11 (a) The number of direct care and clinical staff positions  
12 that are currently vacant by hospital, and how that compares to the  
13 number of vacancies during the previous fiscal year.

14 (b) A breakdown of voluntary and mandatory overtime hours  
15 worked by position and by hospital, and how that compares to the  
16 breakdown of voluntary and mandatory overtime hours during the  
17 previous fiscal year.

18 (c) The ranges of wages paid by position and by hospital, and  
19 how that compares to wages paid during the previous fiscal year.

20 Sec. 1061. The funds appropriated in part 1 for Caro Regional  
21 Mental Health Center shall only be utilized to support a  
22 psychiatric hospital located at its current location. It is the  
23 intent of the legislature that the Caro Regional Mental Health  
24 Center shall remain open and operational at its current location on  
25 an ongoing basis. Capital outlay funding shall be utilized for  
26 planning and construction of a new or updated facility at the  
27 current location instead of at a new location.

28 Sec. 1063. (1) From the funds appropriated in part 1 for  
29 Hawthorn Center - psychiatric hospital - children and adolescents,

1 the department shall maintain a psychiatric transitional unit and  
2 children's transition support team. These programs shall augment  
3 the continuum of behavioral health services for high-need youth and  
4 provide additional continuity of care and transition into  
5 supportive community-based services.

6 (2) Outcomes and performance measures for these programs  
7 include, but are not limited to, the following:

8 (a) The rate of rehospitalization for youth served through the  
9 program at 30 and 180 days.

10 (b) The measured change in the Child and Adolescent Functional  
11 Assessment Scale for children served through these programs.

12  
13 **HEALTH AND HUMAN SERVICES POLICY AND INITIATIVES**

14 Sec. 1140. From the funds appropriated in part 1 for primary  
15 care services, \$400,000.00 shall be allocated to free health  
16 clinics operating in the state. The department shall distribute the  
17 funds equally to each free health clinic. For the purpose of this  
18 appropriation, "free health clinics" means nonprofit organizations  
19 that use volunteer health professionals to provide care to  
20 uninsured individuals.

21 Sec. 1142. The department shall continue to seek means to  
22 increase retention of Michigan medical school students for  
23 completion of their primary care residency requirements within this  
24 state and ultimately, for some period of time, to remain in this  
25 state and serve as primary care physicians. The department is  
26 encouraged to work with Michigan institutions of higher education.

27 Sec. 1143. From the funds appropriated in part 1 for primary  
28 care services, the department shall allocate no less than  
29 \$675,000.00 for island primary health care access and services

1 including island clinics, in the following amounts:

2 (a) Beaver Island, \$250,000.00.

3 (b) Mackinac Island, \$250,000.00.

4 (c) Drummond Island, \$150,000.00.

5 (d) Bois Blanc Island, \$25,000.00.

6 Sec. 1145. The department will take steps necessary to work  
7 with Indian Health Service, tribal health program facilities, or  
8 Urban Indian Health Program facilities that provide services under  
9 a contract with a Medicaid managed care entity to ensure that those  
10 facilities receive the maximum amount allowable under federal law  
11 for Medicaid services.

12 Sec. 1148. The department shall provide a report by November 1  
13 of the current fiscal year to the house and senate appropriations  
14 subcommittees on the department budget, the house and senate fiscal  
15 agencies, the house and senate policy offices, and the state budget  
16 director on the implementation of the appropriation from the  
17 previous fiscal year of \$100,000.00 from the policy and planning  
18 administration line item for informational materials related to  
19 section 27(2)(a) of article I of the state constitution of 1963  
20 regarding human embryo and embryonic stem cell research.

21 Sec. 1151. (1) The department shall coordinate with the  
22 department of licensing and regulatory affairs, the department of  
23 the attorney general, all appropriate law enforcement agencies, and  
24 the Medicaid health plans to work with local substance use disorder  
25 agencies and addiction treatment providers to help inform Medicaid  
26 beneficiaries of all medically appropriate treatment options for  
27 opioid addiction when their treating physician stops prescribing  
28 prescription opioid medication for pain, and to address other  
29 appropriate recommendations of the prescription drug and opioid

1 abuse task force outlined in its report of October 2015.

2 (2) By October 1 of the current fiscal year, the department  
3 shall submit a report to the senate and house appropriations  
4 subcommittees on the department budget, the senate and house fiscal  
5 agencies, the senate and house policy offices, and the state budget  
6 office on how the department is working with local substance use  
7 disorder agencies and addiction treatment providers to ensure that  
8 Medicaid beneficiaries are informed of all available and medically  
9 appropriate treatment options for opioid addiction when their  
10 treating physician stops prescribing prescription opioid medication  
11 for pain, and to address other appropriate recommendations of the  
12 task force. The report shall include any potential barriers to  
13 medication-assisted treatment, as recommended by the Michigan  
14 medication-assisted treatment guidelines, for Medicaid  
15 beneficiaries in both office-based opioid treatment and opioid  
16 treatment program facility settings.

17  
18 **EPIDEMIOLOGY, EMERGENCY MEDICAL SERVICES, AND LABORATORY**

19 Sec. 1180. From the funds appropriated in part 1 for  
20 epidemiology administration and for childhood lead program, the  
21 department shall maintain a public health drinking water unit and  
22 maintain enhanced efforts to monitor child blood lead levels. The  
23 public health drinking water unit shall ensure that appropriate  
24 investigations of potential health hazards occur for all community  
25 and noncommunity drinking water supplies where chemical exceedances  
26 of action levels, health advisory levels, or maximum contaminant  
27 limits are identified. The goals of the childhood lead program  
28 shall include improving the identification of affected children,  
29 the timeliness of case follow-up, and attainment of nurse care



1 management for children with lead exposure, and to achieve a long-  
2 term reduction in the percentage of children in this state with  
3 elevated blood lead levels.

4 Sec. 1181. From the funds appropriated in part 1 for  
5 epidemiology administration, the department shall maintain a vapor  
6 intrusion response unit. The vapor intrusion response unit shall  
7 assess risks to public health at vapor intrusion sites and respond  
8 to vapor intrusion risks where appropriate. The goals of the vapor  
9 intrusion response unit shall include reducing the number of  
10 residents of this state exposed to toxic substances through vapor  
11 intrusion and improving health outcomes for individuals that are  
12 identified as having been exposed to vapor intrusion.

13 Sec. 1182. (1) From the funds appropriated in part 1 for  
14 healthy homes program, no less than \$7,291,000.00 of general  
15 fund/general purpose funds and \$18,259,000.00 of federal funds  
16 shall be allocated for lead abatement of homes.

17 (2) By April 1 of the current fiscal year, the department  
18 shall provide a report to the house and senate appropriations  
19 subcommittees on the department budget, the house and senate fiscal  
20 agencies, and the state budget office on the expenditures and  
21 activities undertaken by the lead abatement program in the previous  
22 fiscal year from the funds appropriated in part 1 for the healthy  
23 homes program. The report shall include, but is not limited to, a  
24 funding allocation schedule, the expenditures by category of  
25 expenditure and by subcontractor, the revenues received, a  
26 description of program elements, the number of housing units abated  
27 of lead-based paint hazards, and a description of program  
28 accomplishments and progress.

29 Sec. 1184. (1) From the funds appropriated in part 1 for

1 emergency medical services program, the department shall, in  
2 coordination with the state emergency medical services coordination  
3 committee established under section 20915 of the public health  
4 code, 1978 PA 368, MCL 333.20915, medical control authorities, and  
5 other emergency medical services organizations, review, revise, and  
6 improve the process for the consideration, discussion,  
7 announcement, and implementation of any changes proposed by the  
8 department for emergency medical services system guidance,  
9 guidelines, or protocols.

10 (2) The goal to improve the current process shall be the  
11 effective and safe provision of emergency medical services.

12 (3) The revised and improved process shall include, but not be  
13 limited to, the following:

14 (a) Increased communication, transparency, and collaboration,  
15 to culminate in clarity of, and real-time access to, current  
16 department guidance, guidelines, or protocols, and the status of  
17 any changes being considered.

18 (b) Formal notification of proposed changes to guidance,  
19 guidelines, or protocols from the department to the state emergency  
20 medical services coordination committee no less than 30 days before  
21 implementation.

22 (c) Receipt by the department of a recommendation from the  
23 state emergency medical services coordination committee regarding  
24 the proposed changes to guidance, guidelines, or protocols before  
25 implementation by the department of the changes.

26 (4) The department shall provide access and status updates,  
27 including any proposed rules being considered through the  
28 administrative rules process, to the public on the department's  
29 website, which shall be updated by the department on a weekly

1 basis.

2 (5) The department shall report to the house and senate  
3 appropriations subcommittees on the department budget, the house  
4 and senate fiscal agencies and policy offices, and the state budget  
5 director by April 15 of the current fiscal year on the findings of  
6 the review and include summaries of actions undertaken to identify,  
7 revise, and improve any weaknesses in the current process.

8 Sec. 1185. From the funds appropriated in part 1 for emergency  
9 medical services program, \$25,000.00 is allocated for a grant to  
10 fund a free family emergency readiness public expo event held in a  
11 county with a population between 193,000 and 194,000 according to  
12 the most recent federal decennial census. The purpose of the event  
13 shall be to educate local residents about preparedness in an  
14 emergency, disaster, or crisis including planning, assessing  
15 specific personal and household needs, and skills to cope, survive,  
16 recover, and prevail.

17 Sec. 1186. (1) From the funds appropriated in part 1 for  
18 emergency medical services program, the department shall allocate  
19 \$3,000,000.00 to establish a statewide stroke and STEMI system of  
20 care for time-sensitive emergencies. This system must be integrated  
21 into the statewide trauma care system within the emergency medical  
22 services system and must include at least all of the following:

23 (a) The designation of facilities as stroke and STEMI  
24 facilities based on a verification that national certification or  
25 accreditation standards, as approved by the stroke advisory  
26 subcommittee and the STEMI advisory subcommittee as established  
27 under section 20910(1)(m) of the public health code, 1978 PA 368,  
28 MCL 333.20910, have been met.

29 (b) A requirement that a hospital is not required to be

1 designated as providing certain levels of care for stroke or STEMI.

2 (c) The development and utilization of stroke and STEMI  
3 registries that utilize nationally recognized data platforms with  
4 confidentiality standards, as approved by the stroke advisory  
5 subcommittee and the STEMI advisory subcommittee as established  
6 under section 20910(1)(m) of the public health code, 1978 PA 368,  
7 MCL 333.20910.

8 (2) By March 1 of the current fiscal year, the department  
9 shall provide a report to the house and senate appropriations  
10 subcommittees on the department budget, the house and senate fiscal  
11 agencies and policy offices, and the state budget office on the  
12 expenditures and activities undertaken by the statewide stroke and  
13 STEMI system of care program in the previous fiscal year from the  
14 funds appropriated under section 1186(1) of article 6 of 2021 PA  
15 87. The report must include, but is not limited to, a funding  
16 allocation schedule, expenditures by category of expenditure and by  
17 vendor or grantee, and a description of program accomplishments and  
18 progress.

19 (3) For the purposes of this section, "STEMI" means an ST-  
20 elevation myocardial infarction.

## 21 22 **LOCAL HEALTH AND ADMINISTRATIVE SERVICES**

23 Sec. 1220. The amount appropriated in part 1 for  
24 implementation of the 1993 additions of or amendments to sections  
25 9161, 16221, 16226, 17014, 17015, and 17515 of the public health  
26 code, 1978 PA 368, MCL 333.9161, 333.16221, 333.16226, 333.17014,  
27 333.17015, and 333.17515, shall be used to reimburse local health  
28 departments for costs incurred related to the implementation of  
29 section 17015(18) of the public health code, 1978 PA 368, MCL

1 333.17015.

2 Sec. 1221. If a county that has participated in a district  
3 health department or an associated arrangement with other local  
4 health departments takes action to cease to participate in that  
5 arrangement after October 1 of the current fiscal year, the  
6 department may assess a penalty from the local health department's  
7 operational accounts in an amount equal to no more than 6.25% of  
8 the local health department's essential local public health  
9 services funding. This penalty shall only be assessed to the local  
10 county that requests the dissolution of the health department.

11 Sec. 1222. (1) Funds appropriated in part 1 for essential  
12 local public health services shall be prospectively allocated to  
13 local health departments to support immunizations, infectious  
14 disease control, sexually transmitted disease control and  
15 prevention, hearing screening, vision services, food protection,  
16 public water supply, private groundwater supply, and on-site sewage  
17 management. Food protection shall be provided in consultation with  
18 the department of agriculture and rural development. Public water  
19 supply, private groundwater supply, and on-site sewage management  
20 shall be provided in consultation with the department of  
21 environment, Great Lakes, and energy.

22 (2) Local public health departments shall be held to  
23 contractual standards for the services in subsection (1).

24 (3) Distributions in subsection (1) shall be made only to  
25 counties that maintain local spending in the current fiscal year of  
26 at least the amount expended in fiscal year 1992-1993 for the  
27 services described in subsection (1).

28 (4) If a local health officer has an emergency order under  
29 section 2453 of the public health code, 1978 PA 368, MCL 333.2453,

1 in effect as of October 1, 2022, the funds appropriated in part 1  
2 for essential local public health services are unappropriated. This  
3 subsection does not apply if a county board of commissioners passes  
4 a nonbinding resolution by a record roll call vote to support any  
5 emergency orders the local health officer has in effect on October  
6 1 of the current fiscal year.

7 (5) By February 1 of the current fiscal year, the department  
8 shall provide a report to the house and senate appropriations  
9 subcommittees on the department budget, the house and senate fiscal  
10 agencies, and the state budget director on the planned allocation  
11 of the funds appropriated for essential local public health  
12 services.

13 (6) The department shall continue implementation of the  
14 distribution formula for the allocation of essential local public  
15 health services funding to local health departments as specified by  
16 section 1234 of article X of 2018 PA 207.

17 (7) From the funds appropriated in part 1 for essential local  
18 public health services, each local public health department is  
19 allocated not less than the amount allocated to that local public  
20 health department during the previous fiscal year.

21 (8) Distributions in subsection (1) for the second, third, and  
22 fourth quarterly allocations must be made only to counties that  
23 have submitted a request for the quarterly allocation that  
24 includes, from the county board of commissioners, a statement of  
25 approval of the local health department's quarterly budget for the  
26 essential local public health services funding.

27 Sec. 1225. The department shall work with the Michigan health  
28 endowment fund corporation established under section 653 of the  
29 nonprofit health care corporation reform act, 1980 PA 350, MCL

1 550.1653, to explore ways to fund and evaluate current and future  
2 policies and programs.

3 Sec. 1227. The department shall establish criteria for all  
4 funds allocated for health and wellness initiatives. The criteria  
5 must include a requirement that all programs funded be evidence-  
6 based and supported by research, include interventions that have  
7 been shown to demonstrate outcomes that lower cost and improve  
8 quality, and be designed for statewide impact. Preference must be  
9 given to programs that utilize the funding as match for additional  
10 resources, including, but not limited to, federal sources.

11 Sec. 1231. (1) From the funds appropriated for local health  
12 services, up to \$4,750,000.00 shall be allocated for grants to  
13 local public health departments to support PFAS response and  
14 emerging public health threat activities. A portion of the funding  
15 shall be allocated by the department in a collaborative fashion  
16 with local public health departments in jurisdictions experiencing  
17 PFAS contamination. The remainder of the funding shall be allocated  
18 to address infectious and vector-borne disease threats, and other  
19 environmental contamination issues such as vapor intrusion,  
20 drinking water contamination, and lead exposure. The funding shall  
21 be allocated to address issues including, but not limited to,  
22 staffing, planning and response, and creation and dissemination of  
23 materials related to PFAS contamination issues and other emerging  
24 public health issues and threats.

25 (2) By March 1 of the current fiscal year, the department  
26 shall provide a report to the house and senate appropriations  
27 subcommittees on the department budget, the house and senate fiscal  
28 agencies, and the state budget office on actual expenditures in the  
29 previous fiscal year and planned spending in the current fiscal

1 year of the funds described in subsection (1), including recipient  
2 entities, amount of allocation, general category of allocation, and  
3 detailed uses.

4 Sec. 1232. The department may work to ensure that the United  
5 States Department of Defense reimburses the state for costs  
6 associated with PFAS and environmental contamination response at  
7 military training sites and support facilities.

8 Sec. 1233. General fund and state restricted fund  
9 appropriations in part 1 shall not be expended for PFAS and  
10 environmental contamination response where federal funding or  
11 private grant funding is available for the same expenditures.

12 Sec. 1239. The department shall participate in and give  
13 necessary assistance to the Michigan PFAS action response team  
14 (MPART) pursuant to Executive Order No. 2019-03. The department  
15 shall collaborate with MPART and other departments to carry out  
16 appropriate activities, actions, and recommendations as coordinated  
17 by MPART. Efforts shall be continuous to ensure that the  
18 department's activities are not duplicative with activities of  
19 another department or agency.

20 Sec. 1240. From the funds appropriated in part 1 for chronic  
21 disease control and health promotion administration, \$70,000.00 is  
22 allocated to support a rare disease advisory council and  
23 responsibilities of the council, which may include all of the  
24 following:

25 (a) Developing a list of rare diseases.

26 (b) Posting the list of rare diseases on the department's  
27 website.

28 (c) Updating the list of rare diseases.

29 (d) Annually investigating and reporting to the legislature on



1 1 rare disease on the list, and including legislative  
2 recommendations in the report.

3  
4 **FAMILY HEALTH SERVICES**

5 Sec. 1301. (1) Before April 1 of the current fiscal year, the  
6 department shall submit a report to the house and senate fiscal  
7 agencies and the state budget director on planned allocations from  
8 the amounts appropriated in part 1 for local MCH services, prenatal  
9 care outreach and service delivery support, family planning local  
10 agreements, and pregnancy prevention programs. Using applicable  
11 federal definitions, the report shall include information on all of  
12 the following:

13 (a) Funding allocations.

14 (b) Actual number of women, children, and adolescents served  
15 and amounts expended for each group for the previous fiscal year.

16 (c) A breakdown of the expenditure of these funds between  
17 urban and rural communities.

18 (2) The department shall ensure that the distribution of funds  
19 through the programs described in subsection (1) takes into account  
20 the needs of rural communities.

21 (3) As used in this section, "rural" means a county, city,  
22 village, or township with a population of 30,000 or less, including  
23 those entities if located within a metropolitan statistical area.

24 Sec. 1303. The department shall not contract with an  
25 organization that provides elective abortions, abortion counseling,  
26 or abortion referrals, for services that are to be funded with  
27 state restricted or state general fund/general purpose funds  
28 appropriated in part 1 for family planning local agreements. An  
29 organization under contract with the department shall not

1 subcontract with an organization that provides elective abortions,  
2 abortion counseling, or abortion referrals, for services that are  
3 to be funded with state restricted or state general fund/general  
4 purpose funds appropriated in part 1 for family planning local  
5 agreements.

6 Sec. 1304. The department shall not use state restricted funds  
7 or state general funds, or allow grantees or subcontractors to use  
8 those funds, appropriated in part 1 in the pregnancy prevention  
9 program or family planning local agreements appropriation line  
10 items for abortion counseling, referrals, or services.

11 Sec. 1305. (1) From the funds appropriated in part 1 for  
12 family planning local agreements and the pregnancy prevention  
13 program, the department shall not contract with or award grants to  
14 an entity that engages in 1 or more of the activities described in  
15 section 1(1) of 2002 PA 360, MCL 333.1091, if the entity is located  
16 in a county or health district where family planning or pregnancy  
17 prevention services are provided by the county, the health  
18 district, or a qualified entity that does not engage in any of the  
19 activities described in section 1(1) of 2002 PA 360, MCL 333.1091.

20 (2) The department shall give priority to counties or health  
21 districts where no contracts or grants currently exist for family  
22 planning or pregnancy prevention services before contracting with  
23 or awarding grants to an entity that engages in 1 or more of the  
24 activities described in section 1(1) of 2002 PA 360, MCL 333.1091,  
25 if that entity is located in a county where family planning and  
26 pregnancy prevention services are provided by the county, the  
27 health district, or another qualified entity that does not engage  
28 in the activities described in section 1(1) of 2002 PA 360, MCL  
29 333.1091.

1           Sec. 1306. (1) From the funds appropriated in part 1 for the  
2 drinking water declaration of emergency, the department shall  
3 allocate funds to address needs in a city in which a declaration of  
4 emergency was issued because of drinking water contamination. These  
5 funds may support, but are not limited to, the following  
6 activities:

7           (a) Nutrition assistance, nutritional and community education,  
8 food bank resources, and food inspections.

9           (b) Epidemiological analysis and case management of  
10 individuals at risk of elevated blood lead levels.

11           (c) Support for child and adolescent health centers,  
12 children's health care access program, and pathways to potential  
13 programming.

14           (d) Nursing services, breastfeeding education, evidence-based  
15 home visiting programs, intensive services, and outreach for  
16 children exposed to lead coordinated through local community mental  
17 health organizations.

18           (e) Department field operations costs.

19           (f) Lead poisoning surveillance, investigations, treatment,  
20 and abatement.

21           (g) Nutritional incentives provided to local residents through  
22 the double up food bucks expansion program.

23           (h) Genesee County health department food inspectors to  
24 perform water testing at local food service establishments.

25           (i) Transportation related to health care delivery.

26           (j) Senior initiatives.

27           (k) Lead abatement contractor workforce development.

28           (2) From the funds appropriated in part 1 for the drinking  
29 water declaration of emergency, the department shall allocate

1 \$300,000.00 for Revive Community Health Center for health support  
2 services as the center pursues certification as a federally  
3 qualified health center.

4 (3) From the funds appropriated in part 1 for the drinking  
5 water declaration of emergency, the department shall allocate  
6 \$500,000.00 for rides to wellness through the Flint mass  
7 transportation authority.

8 Sec. 1307. From the funds appropriated in part 1 for prenatal  
9 care outreach and service delivery support, \$700,000.00 of TANF  
10 revenue shall be allocated for a pregnancy and parenting support  
11 services program, which must promote childbirth, alternatives to  
12 abortion, and grief counseling. The department shall establish a  
13 program with a qualified contractor that will contract with  
14 qualified service providers to provide free counseling, support,  
15 and referral services to eligible women during pregnancy through 12  
16 months after birth. As appropriate, the goals for client outcomes  
17 shall include an increase in client support, an increase in  
18 childbirth choice, an increase in adoption knowledge, an  
19 improvement in parenting skills, and improved reproductive health  
20 through abstinence education. The contractor of the program shall  
21 provide for program training, client educational material, program  
22 marketing, and annual service provider site monitoring. The  
23 department shall submit a report to the house and senate  
24 appropriations subcommittees on the department budget and the house  
25 and senate fiscal agencies by April 1 of the current fiscal year on  
26 the number of clients served.

27 Sec. 1308. From the funds appropriated in part 1 for prenatal  
28 care outreach and service delivery support, not less than  
29 \$500,000.00 of funding shall be allocated for evidence-based

1 programs to reduce infant mortality including nurse family  
2 partnership programs. The funds shall be used for enhanced support  
3 and education to nursing teams or other teams of qualified health  
4 professionals, client recruitment in areas designated as  
5 underserved for obstetrical and gynecological services and other  
6 high-need communities, strategic planning to expand and sustain  
7 programs, and marketing and communications of programs to raise  
8 awareness, engage stakeholders, and recruit nurses.

9 Sec. 1309. Funds appropriated for educational and other  
10 programs and services primarily pertaining to family planning or  
11 reproductive health services, or both, in any line item in section  
12 116 of part 1 for family health services, shall be allocated by the  
13 department according to section 1 of 2002 PA 360, MCL 333.1091.

14 Sec. 1311. From the funds appropriated in part 1 for prenatal  
15 care outreach and service delivery support, not less than  
16 \$2,750,000.00 state general fund/general purpose funds shall be  
17 allocated for a rural home visit program. Equal consideration shall  
18 be given to all eligible evidence-based providers in all regions in  
19 contracting for rural home visitation services.

20 Sec. 1312. From the funds appropriated in part 1 for prenatal  
21 care and premature birth avoidance grant, the department shall  
22 allocate \$1,000,000.00 as a grant to help fulfill contract  
23 obligations between the department and a federal Healthy Start  
24 Program located in a county with a population between 650,000 and  
25 660,000 according to the most recent federal decennial census. To  
26 be eligible to receive funding, the organization must be a  
27 partnership between various health agencies, and utilize a social  
28 impact bonding strategy approved by the department to enhance  
29 support to underserved populations for prenatal care and premature

1 birth avoidance.

2 Sec. 1313. (1) The department shall continue developing an  
3 outreach program on fetal alcohol syndrome services, targeting  
4 health promotion, prevention, and intervention.

5 (2) The department shall explore federal grant funding to  
6 address prevention services for fetal alcohol syndrome and reduce  
7 alcohol consumption among pregnant women.

8 (3) By February 1 of the current fiscal year, the department  
9 shall provide a report to the house and senate appropriations  
10 subcommittees on the department budget, the house and senate fiscal  
11 agencies, and the state budget office on planned spending of  
12 appropriations within the department budget for fetal alcohol  
13 syndrome projects and services, including appropriation line item,  
14 agency or recipient entities, amount and purpose of allocation, and  
15 detailed uses. The report shall include a summary of outcomes  
16 accomplished by the funding investments and metrics used to  
17 determine outcomes, if available.

18 Sec. 1314. The department shall seek to enhance education and  
19 outreach efforts that encourage women of childbearing age to seek  
20 confirmation at the earliest indication of possible pregnancy and  
21 initiate continuous and routine prenatal care upon confirmation of  
22 pregnancy. The department shall seek to ensure that department  
23 programs, policies, and practices promote prenatal and obstetrical  
24 care by doing the following:

25 (a) Supporting access to care.

26 (b) Reducing and eliminating barriers to care.

27 (c) Supporting recommendations for best practices.

28 (d) Encouraging optimal prenatal habits such as prenatal  
29 medical visits, use of prenatal vitamins, and cessation of use of

1 tobacco, alcohol, or drugs.

2 (e) Tracking of birth outcomes to study improvements in the  
3 prevalence of neonatal substance exposure, fetal alcohol syndrome,  
4 and other preventable neonatal disease.

5 (f) Tracking of maternal increase in healthy behaviors  
6 following childbirth.

7 Sec. 1315. (1) From the funds appropriated in part 1 for  
8 dental programs, \$150,000.00 shall be allocated to the Michigan  
9 Dental Association for the administration of a volunteer dental  
10 program that provides dental services to the uninsured.

11 (2) By February 1 of the current fiscal year, the department  
12 shall report to the senate and house appropriations subcommittees  
13 on the department budget, the senate and house standing committees  
14 on health policy, the senate and house fiscal agencies, and the  
15 state budget office the number of individual patients treated,  
16 number of procedures performed, and approximate total market value  
17 of those procedures from the previous fiscal year.

18 Sec. 1316. The department shall use revenue from mobile  
19 dentistry facility permit fees received under section 21605 of the  
20 public health code, 1978 PA 368, MCL 333.21605, to offset the costs  
21 of processing and issuing mobile dentistry facility permits.

22 Sec. 1317. (1) From the funds appropriated in part 1 for  
23 dental programs, \$1,750,000.00 of general fund/general purpose  
24 revenue and any associated federal match shall be distributed to  
25 local health departments who partner with a qualified nonprofit  
26 provider of dental services for the purpose of providing high-  
27 quality dental homes for seniors, children, and adults enrolled in  
28 Medicaid, and low-income uninsured.

29 (2) In order to be considered a qualified nonprofit provider

1 of dental services, the provider must demonstrate the following:

2 (a) An effective health insurance enrollment process for  
3 uninsured patients.

4 (b) An effective process of charging patients on a sliding  
5 scale based on the patient's ability to pay.

6 (c) Utilization of additional fund sources including, but not  
7 limited to, federal Medicaid matching funds.

8 (3) Providers shall report to the department by September 30  
9 of the current fiscal year on outcomes and performance measures for  
10 the program under this section including, but not limited to, the  
11 following:

12 (a) The number of uninsured patients who visited a  
13 participating dentist over the previous year, broken down between  
14 adults and children.

15 (b) The number of patients assisted with health insurance  
16 enrollment, broken down between adults and children.

17 (c) A 5-year trend of the number of uninsured patients being  
18 served, broken down between adults and children.

19 (d) The number of unique patient visits by center.

20 (e) The number of unique Medicaid or Healthy Michigan plan  
21 patients served broken down by center.

22 (f) The number of children, seniors, and veterans served  
23 broken down by center.

24 (g) The total value of services rendered by the organization  
25 broken down by center.

26 (4) Within 15 days after receipt of the report required in  
27 subsection (3), the department shall provide a copy of the report  
28 to the senate and house appropriations subcommittees on the  
29 department budget, the senate and house fiscal agencies, the senate



1 and house policy offices, and the state budget office.

2       Sec. 1320. It is the intent of the legislature that funds  
3 appropriated in part 1 that may be expended for a public media  
4 campaign regarding publicly funded family planning or pregnancy  
5 prevention services shall not be used to communicate in that media  
6 campaign any message that implies, states, or can be interpreted to  
7 mean that abortion is a method of family planning or pregnancy  
8 prevention.

9       Sec. 1321. From the funds appropriated in part 1 for the  
10 Michigan model for health comprehensive health education curriculum  
11 in the family, maternal, and child health administration line item,  
12 the department may, in consultation with the department of  
13 education, the Michigan domestic and sexual violence prevention and  
14 treatment board, and the Michigan Coalition to End Domestic and  
15 Sexual Violence, redraft the curriculum for the "Growing Up &  
16 Staying Healthy" and "Healthy & Responsible Relationships" modules  
17 to include age-appropriate information about each of the following:

18       (a) The importance of consent, setting and respecting personal  
19 boundaries, and the prevention of child sexual abuse as outlined in  
20 section 1505 of the revised school code, 1976 PA 451, MCL 380.1505,  
21 and consistent with the recommendations and guidelines set by the  
22 task force on the prevention of sexual abuse of children created  
23 under section 12b of the child protection law, 1975 PA 238, MCL  
24 722.632b.

25       (b) The prevention of sexual assault and dating violence.

26       (c) The prevention of human trafficking.

27       Sec. 1322. (1) The department shall provide a report by April  
28 15 of the current fiscal year to the house and senate  
29 appropriations subcommittees on the department budget, the house

1 and senate fiscal agencies, the house and senate policy offices,  
2 and the state budget office on state immunization policy and  
3 practices. The report shall include all of the following items:

4 (a) A list of recommended vaccinations.

5 (b) The basis and rationale for inclusion of each listed item.

6 (c) The indicators, measures, and performance outcomes that  
7 document improvement in human health for each listed item.

8 (2) From the funds appropriated in part 1 for immunization  
9 program, \$50,000.00 shall be allocated for the purpose of  
10 publishing and printing the report described in subsection (1) in a  
11 summary format to be made available to the public as an  
12 informational brochure, provided free of charge through the  
13 department's health promotions clearinghouse to providers, groups,  
14 or individuals for free distribution.

15 Sec. 1323. From the funds appropriated in part 1 for maternity  
16 home program, the department shall allocate \$4,000,000.00 for  
17 grants and other expenditures for safe housing and comprehensive  
18 supportive services without charge for pregnant women who are  
19 without a safe home and in need statewide, which must include  
20 access to health and prenatal care, parenting and life skill  
21 development, and services and education for a stable transition to  
22 independent living. The department shall provide grants of up to  
23 \$50,000.00 to support and expand existing maternity home housing  
24 and services programs as described under this section. The  
25 department shall conduct a statewide assessment to identify  
26 underserved communities in need of greater access to maternity home  
27 programs.

28 Sec. 1341. The department shall utilize income eligibility and  
29 verification guidelines established by the Food and Nutrition

1 Service agency of the United States Department of Agriculture in  
2 determining eligibility of individuals for the special supplemental  
3 nutrition program for women, infants, and children (WIC) as stated  
4 in current WIC policy.

5 Sec. 1342. From the funds appropriated in part 1 for family,  
6 maternal, and child health administration, \$500,000.00 shall be  
7 allocated for a school children's healthy exercise program to  
8 promote and advance physical health for school children in  
9 kindergarten through grade 8. The department shall recommend model  
10 programs for sites to implement that incorporate evidence-based  
11 best practices. The department shall grant the funds appropriated  
12 in part 1 for before- and after-school programs. The department  
13 shall establish guidelines for program sites, which may include  
14 schools, community-based organizations, private facilities,  
15 recreation centers, or other similar sites. The program format  
16 shall encourage local determination of site activities and shall  
17 encourage local inclusion of youth in the decision-making regarding  
18 site activities. Program goals shall include children experiencing  
19 improved physical health and access to physical activity  
20 opportunities, the reduction of obesity, providing a safe place to  
21 play and exercise, and nutrition education. To be eligible to  
22 participate, program sites shall provide a 20% match to the state  
23 funding, which may be provided in full, or in part, by a  
24 corporation, foundation, or private partner. The department shall  
25 seek financial support from corporate, foundation, or other private  
26 partners for the program or for individual program sites.

27 Sec. 1343. From the funds appropriated in part 1 for dental  
28 programs, the department shall allocate \$1,760,000.00 of state and  
29 local funds plus any private contributions received to support the

1 program to establish and maintain a dental oral assessment program  
2 to provide assessments to school children as provided in section  
3 9316 of the public health code, 1978 PA 368, MCL 333.9316.

4 Sec. 1344. Programs funded in the department budget in the  
5 previous fiscal year with federal title X family planning funds or  
6 federal social security act title V MCH block grant funds shall be  
7 funded in the current fiscal year with general fund/general purpose  
8 funds. For these programs, the department shall not contract with  
9 any direct or third-party vendor that provides abortion services.

10 Sec. 1345. From the funds appropriated in part 1 for maternal  
11 navigator pilot program, the department must establish not less  
12 than 2 geographically diverse maternal navigator pilot programs.  
13 Eligible maternal navigator pilot program grantees must be a  
14 nonprofit counseling or other similar nonprofit service  
15 organization that promotes childbirth and alternatives to abortion.  
16 The services provided by the maternal navigator pilot programs must  
17 include, but are not limited to, all of the following:

18 (a) Referral services, and partial or full reimbursement, for  
19 counseling for victims of rape and other forms of abuse and  
20 violence that result in pregnancy.

21 (b) Referral services, and partial or full reimbursement, for  
22 specialized substance use disorder services, including residential  
23 services.

24 (c) Referral services, and partial or full reimbursement, to a  
25 hospital or health system for information and services for women of  
26 childbearing age who are seeking nutritional, prenatal, childbirth,  
27 and postnatal care and who are also in need of assistance with  
28 understanding recent advances in prenatal and postnatal medicines.

29 (d) Referral services, and partial or full reimbursement, for

1 counseling, emotional support services, genetic counseling, and  
2 other services to individuals and couples experiencing difficulties  
3 or having genetic concerns related to pregnancy or parenting.

4 Sec. 1346. (1) From the funds appropriated in part 1 for  
5 pregnancy resource centers, the department shall allocate  
6 \$1,500,000.00 as grants to pregnancy resource centers operating in  
7 the state. The department shall accept applications from pregnancy  
8 resource centers through December 31 of the current fiscal year and  
9 distribute the grant funds equally to each eligible pregnancy  
10 resource center applicant.

11 (2) As used in this section, "pregnancy resource centers"  
12 means private nonprofit organizations that promote childbirth and  
13 alternatives to abortion, provide referrals and information, and  
14 may also provide other services related to pregnancy or post-  
15 pregnancy.

16 Sec. 1347. The department shall not use state restricted funds  
17 or state general funds appropriated in part 1, or allow grantees or  
18 subcontractors to use those funds, for abortion counseling,  
19 referrals, or services, or for any activities regarding human  
20 cloning or research in which a human embryo or embryos are  
21 destroyed or discarded.

22 Sec. 1348. From the funds appropriated in part 1, the  
23 department shall submit a report by February 18 of the current  
24 fiscal year to the senate and house appropriations committees, the  
25 senate and house appropriations subcommittees on the department  
26 budget, the senate and house fiscal agencies, and the senate and  
27 house policy offices on any request for proposals issued by this  
28 state for the healthy moms healthy babies program and on any  
29 healthy moms healthy babies programs that are established.

1           Sec. 1349. Subject to federal approval, from the funds  
2   appropriated in part 1 for immunization program, the department  
3   shall allocate \$740,000.00 general fund/general purpose plus any  
4   available work project funds and federal match through an  
5   administered contract with oversight from health services  
6   administration and public health administration. The funds shall be  
7   used to support a statewide media campaign for improving this  
8   state's immunization rates.

9  
10 **CHILDREN'S SPECIAL HEALTH CARE SERVICES**

11           Sec. 1360. The department may do 1 or more of the following:

12           (a) Provide special formulas for eligible clients with  
13   specified metabolic and allergic disorders.

14           (b) Provide medical care and treatment to eligible patients  
15   with cystic fibrosis who are 21 years of age or older.

16           (c) Provide medical care and treatment to eligible patients  
17   with hereditary coagulation defects, commonly known as hemophilia,  
18   who are 21 years of age or older.

19           (d) Provide human growth hormone to eligible patients.

20           (e) Provide mental health care for mental health needs that  
21   result from, or are a symptom of, the individual's qualifying  
22   medical condition.

23           (f) Provide medical care and treatment to eligible patients  
24   with sickle cell disease who are 21 years of age or older.

25           Sec. 1361. From the funds appropriated in part 1 for medical  
26   care and treatment, the department may spend those funds for the  
27   continued development and expansion of telemedicine capacity to  
28   allow families with children in the children's special health care  
29   services program to access specialty providers more readily and in

1 a more timely manner. The department may spend funds to support  
2 chronic complex care management of children enrolled in the  
3 children's special health care services program to minimize  
4 hospitalizations and reduce costs to the program while improving  
5 outcomes and quality of life.

6 Sec. 1363. From the funds appropriated in part 1 for  
7 children's special health care services administration, the  
8 department shall allocate \$1,000,000.00 as a grant to an  
9 independent biomedical research and science education organization  
10 in a county with a population between 600,000 and 700,000 and in a  
11 city with a population over 185,000 according to the most recent  
12 federal decennial census to be used for matching federal funds,  
13 private and nonprofit grants, and private contributions.

14  
15 **AGING SERVICES AGENCY**

16 Sec. 1402. The department may encourage the Food Bank Council  
17 of Michigan to collaborate directly with each area agency on aging  
18 and any other organizations that provide senior nutrition services  
19 to secure the food access of older adults.

20 Sec. 1403. (1) By February 1 of the current fiscal year, the  
21 aging services agency shall require each region to report to the  
22 aging services agency and to the legislature home-delivered meals  
23 waiting lists based upon standard criteria. Determining criteria  
24 shall include all of the following:

25 (a) The recipient's degree of frailty.

26 (b) The recipient's inability to prepare his or her own meals  
27 safely.

28 (c) Whether the recipient has another care provider available.

29 (d) Any other qualifications normally necessary for the

1 recipient to receive home-delivered meals.

2 (2) Data required in subsection (1) shall be recorded only for  
3 individuals who have applied for participation in the home-  
4 delivered meals program and who are initially determined as likely  
5 to be eligible for home-delivered meals.

6 Sec. 1417. The department shall provide to the senate and  
7 house appropriations subcommittees on the department budget, senate  
8 and house fiscal agencies, and state budget director a report by  
9 March 30 of the current fiscal year that contains all of the  
10 following:

11 (a) The total allocation of state resources made to each area  
12 agency on aging by individual program and administration.

13 (b) Detailed expenditures by each area agency on aging by  
14 individual program and administration including both state-funded  
15 resources and locally funded resources.

16 Sec. 1421. From the funds appropriated in part 1 for community  
17 services, \$1,100,000.00 shall be allocated to area agencies on  
18 aging for locally determined needs.

19 Sec. 1425. The department shall coordinate with the department  
20 of licensing and regulatory affairs to ensure that, upon receipt of  
21 the order of suspension of a licensed adult foster care home, home  
22 for the aged, or nursing home, the department of licensing and  
23 regulatory affairs shall provide notice to the department, to the  
24 house and senate appropriations subcommittees on the department  
25 budget, and to the members of the house and senate that represent  
26 the legislative districts of the county in which the facility lies.

27  
28 **HEALTH SERVICES ADMINISTRATION**

29 Sec. 1501. (1) From the funds appropriated in part 1 for



1 health services administration, the department shall allocate  
2 \$200,000.00 to assess Medicaid reimbursement rates for medical,  
3 behavioral, and dental services relative to Medicare reimbursement  
4 rates for the same services.

5 (2) By July 1 of the current fiscal year, the department shall  
6 report on the findings of subsection (1) and submit the provider  
7 reimbursement rate comparison tables to the house and senate  
8 appropriations subcommittees on the department budget, the house  
9 and senate fiscal agencies, the house and senate policy offices,  
10 and the state budget office. The provider reimbursement rate  
11 comparison tables shall include, but not be limited to, all of the  
12 following:

13 (a) Medicaid reimbursement rates, as of October 1, 2022,  
14 itemized by current procedural terminology (CPT) code, by provider  
15 type.

16 (b) Medicare reimbursement rates for Michigan Locality 01, as  
17 of October 1 2022, itemized by CPT code, by provider type.

18 (c) Comparison between Medicaid and Medicare reimbursement  
19 rates by CPT code detailing the current Medicaid reimbursement  
20 rates as a percentage of the current Medicare reimbursement rates  
21 for Michigan Locality 01, by provider type.

22 (3) As used in this section, "provider type" means all of the  
23 following categories of procedure codes, fee screens, or other  
24 billing reimbursement information administered by the department:

25 (a) Ambulance.

26 (b) Chiropractors.

27 (c) Dental.

28 (d) Family planning.

29 (e) Genetic counselors.

1 (f) Hearing services and hearing aid dealers.

2 (g) Home health.

3 (h) Hospice.

4 (i) Independent diagnostic testing facilities.

5 (j) Laboratory.

6 (k) Maternal infant health program.

7 (l) Medical suppliers, including, orthotists, prosthetists, and  
8 durable medical equipment dealers.

9 (m) Non-physician behavioral health.

10 (n) Physicians, practitioners, and medical clinics.

11 (o) Portable X-ray suppliers.

12 (p) Private duty nurse.

13 (q) Occupational, physical, and speech therapies.

14 (r) Urgent care centers.

15 (s) Vision.

16 Sec. 1502. By March 1 of the current fiscal year, the  
17 department shall report to the house and senate appropriations  
18 subcommittees on the department budget, the house and senate fiscal  
19 agencies, the house and senate policy offices, and the state budget  
20 office on the administrative expenditures of each Medicaid health  
21 plan and include a breakout of the salary, benefits, and pension of  
22 each executive-level staff, including the director, chief  
23 executive, chief operating officer, and other members identified as  
24 executive staff.

25 Sec. 1505. By March 1 of the current fiscal year, the  
26 department shall submit a report to the senate and house  
27 appropriations subcommittees on the department budget, the senate  
28 and house fiscal agencies, and the state budget office on the  
29 actual reimbursement savings and cost offsets that have resulted

1 from the funds appropriated in part 1 for the office of inspector  
2 general and third party liability efforts in the previous fiscal  
3 year.

4 Sec. 1507. From the funds appropriated in part 1 for office of  
5 inspector general, the inspector general shall audit and recoup  
6 inappropriate or fraudulent payments from Medicaid managed care  
7 organizations to health care providers. Unless authorized by  
8 federal or state law, the department shall not fine, temporarily  
9 halt operations of, disenroll as a Medicaid provider, or terminate  
10 a managed care organization or health care provider from providing  
11 services due to the discovery of an inappropriate payment found  
12 during the course of an audit.

13 Sec. 1511. On a monthly basis, the department shall work with  
14 the department of labor and economic opportunity to report to the  
15 senate and house appropriations subcommittees on the department  
16 budget, the senate and house fiscal agencies, the senate and house  
17 policy offices, and the state budget office on the utilization of  
18 workforce development programs by Healthy Michigan plan recipients  
19 through Michigan Works! The report shall include, but not be  
20 limited to, all of the following:

21 (a) The number of recipients currently receiving employment  
22 supports and services through workforce development programs.

23 (b) The total year-to-date number of recipients who have  
24 received employment supports and services through workforce  
25 development programs.

26 (c) The number of recipients who secured employment in this  
27 state after receiving employment supports and services through  
28 workforce development programs.

29 (d) A summary of employment supports and services provided to

1 recipients through workforce development programs.

2 Sec. 1512. The updated Medicaid utilization and net cost  
3 report shall continue to separate nonclinical administrative costs  
4 from actual claims and encounter costs.

5 Sec. 1513. By September 30 of the current fiscal year, the  
6 department shall report to the senate and house appropriations  
7 subcommittees on the department budget, the senate and house fiscal  
8 agencies, the senate and house policy offices, and the state budget  
9 office on the implementation of recommendations made by the  
10 workgroup required by section 1513 of 2019 PA 67. The report shall  
11 include, but is not limited to, the following:

12 (a) Updates on the recommendations being implemented.

13 (b) Updates on the recommendations not being implemented and  
14 barriers preventing implementation.

15 Sec. 1514. From the funds appropriated in part 1 for health  
16 services administration, the department shall allocate \$300,000.00  
17 general fund/general purpose revenue and any associated federal  
18 match to support a predictive modeling tool to improve provider  
19 billing accuracy and reduce fraud, waste, and abuse in the Medicaid  
20 program. The tool must provide a prepayment cost avoidance solution  
21 that uses statistical predictive modeling techniques to identify  
22 outlier claims.

23 Sec. 1515. A qualified job placement agency may request  
24 contact information from the department for Healthy Michigan plan  
25 recipients for the geographic region the agency services. This  
26 contact information shall not include personal health information  
27 or extensive personal identifying information. As used in this  
28 section, a "qualified job placement agency" means a regional  
29 Michigan Works! agency or another nonprofit, governmental, or

1 quasi-governmental body that provides job placement assistance as  
2 designated by the department.

3 Sec. 1517. By October 1 of the current fiscal year, the  
4 department shall report to the house and senate appropriations  
5 subcommittees on the department budget, the house and senate fiscal  
6 agencies, the house and senate policy offices, and the state budget  
7 office on the progress of the implementation of the specialty  
8 Medicaid managed care health plan for children in foster care, as  
9 required under section 1517 of article 6 of 2021 PA 87.

10  
11 **HEALTH SERVICES**

12 Sec. 1601. The cost of remedial services incurred by residents  
13 of licensed adult foster care homes and licensed homes for the aged  
14 shall be used in determining financial eligibility for the  
15 medically needy. Remedial services include basic self-care and  
16 rehabilitation training for a resident.

17 Sec. 1605. The protected income level for Medicaid coverage  
18 determined pursuant to section 106(1)(b) *(iii)* of the social welfare  
19 act, 1939 PA 280, MCL 400.106, shall be 100% of the related public  
20 assistance standard.

21 Sec. 1606. For the purpose of guardian and conservator  
22 charges, the department may deduct up to \$83.00 per month as an  
23 allowable expense against a recipient's income when determining  
24 Medicaid eligibility and patient pay amounts.

25 Sec. 1607. (1) An applicant for Medicaid, whose qualifying  
26 condition is pregnancy, shall immediately be presumed to be  
27 eligible for Medicaid coverage unless the preponderance of evidence  
28 in her application indicates otherwise. The applicant who is  
29 qualified as described in this subsection shall be allowed to

1 select or remain with the Medicaid participating obstetrician of  
2 her choice.

3 (2) All qualifying applicants shall be entitled to receive all  
4 medically necessary obstetrical and prenatal care without  
5 preauthorization from a health plan. All claims submitted for  
6 payment for obstetrical and prenatal care shall be paid at the  
7 Medicaid fee-for-service rate in the event a contract does not  
8 exist between the Medicaid participating obstetrical or prenatal  
9 care provider and the managed care plan. The applicant shall  
10 receive a listing of Medicaid physicians and managed care plans in  
11 the immediate vicinity of the applicant's residence.

12 (3) In the event that an applicant, presumed to be eligible  
13 under subsection (1), is subsequently found to be ineligible, a  
14 Medicaid physician or managed care plan that has been providing  
15 pregnancy services to an applicant under this section is entitled  
16 to reimbursement for those services until they are notified by the  
17 department that the applicant was found to be ineligible for  
18 Medicaid.

19 (4) If the preponderance of evidence in an application  
20 indicates that the applicant is not eligible for Medicaid, the  
21 department shall refer that applicant to the nearest public health  
22 clinic or similar entity as a potential source for receiving  
23 pregnancy-related services.

24 (5) The department shall develop an enrollment process for  
25 pregnant women covered under this section that facilitates the  
26 selection of a managed care plan at the time of application.

27 (6) The department shall mandate enrollment of women, whose  
28 qualifying condition for Medicaid is pregnancy, into Medicaid  
29 managed care plans.

1           (7) The department shall encourage physicians to provide  
2 women, whose qualifying condition for Medicaid is pregnancy, with a  
3 referral to a Medicaid participating dentist at the first  
4 pregnancy-related appointment.

5           Sec. 1611. (1) For care provided to Medicaid recipients with  
6 other third-party sources of payment, Medicaid reimbursement shall  
7 not exceed, in combination with such other resources, including  
8 Medicare, those amounts established for Medicaid-only patients. The  
9 Medicaid payment rate shall be accepted as payment in full. Other  
10 than an approved Medicaid co-payment, no portion of a provider's  
11 charge shall be billed to the recipient or any person acting on  
12 behalf of the recipient. This section does not affect the level of  
13 payment from a third-party source other than the Medicaid program.  
14 The department shall require a nonenrolled provider to accept  
15 Medicaid payments as payment in full.

16           (2) Notwithstanding subsection (1), Medicaid reimbursement for  
17 hospital services provided to dual Medicare/Medicaid recipients  
18 with Medicare part B coverage only shall equal, when combined with  
19 payments for Medicare and other third-party resources, if any,  
20 those amounts established for Medicaid-only patients, including  
21 capital payments.

22           Sec. 1615. (1) To minimize errors and overpayments, and to  
23 ensure the quality of actuarial rate setting of capitated rates,  
24 the department shall provide effective oversight and ensure the  
25 integrity of encounter claims submitted to the department by  
26 Medicaid health plans.

27           (2) The department may require Medicaid health plans to  
28 provide medical records to support claims data, upon request by the  
29 department. This subsection shall not require the disclosure of

1 personal identifying information or any information that would be  
2 in violation of the health insurance portability and accountability  
3 act of 1996, Public Law 104-191.

4 (3) It is the intent of the legislature that the department  
5 perform annual internal audits of Medicaid claims provided by  
6 Medicaid health plans and report the findings to the house and  
7 senate appropriations subcommittees on the department budget, the  
8 house and senate fiscal agencies, the house and senate policy  
9 offices, and the state budget office. Internal audits performed  
10 under this subsection shall be conducted utilizing quantitative  
11 methodologies that provide for valid statistical results to  
12 include, but not be limited to, minimizing the impact of selection  
13 bias and insufficient sample sizes.

14 (4) If an internal audit performed in accordance with this  
15 section identifies discrepancies in the quality of actuarial rates,  
16 the department shall develop and implement actuarial procedures to  
17 reconcile encounter claims data and shall provide for a publicly  
18 available explanation of these procedures on the department's  
19 website.

20 Sec. 1616. (1) By October 1 of the current fiscal year, the  
21 department shall consult the federal government on potential  
22 allowable avenues to further utilize Community Health Workers  
23 (CHW), including doulas, as Medicaid providers and obtain federal  
24 Medicaid matching funds for CHW services. The potential expansion  
25 should be geographically broad based, evidence-based, and  
26 commensurate with CHW training.

27 (2) By March 1 of the current fiscal year, the department  
28 shall report on the expansion of the use of CHW, including doulas,  
29 as Medicaid providers and any federal Medicaid match obtained for



1 CHW services, as required under section 1616 of article 6 of 2021  
2 PA 87, to the chairs of the house and senate appropriations  
3 subcommittees on the department budget, the house and senate fiscal  
4 agencies, the house and senate policy offices, and the state budget  
5 office.

6 (3) As used in this section, "doula" means a professional  
7 labor assistant who provides physical and emotional support during  
8 and after pregnancy.

9 Sec. 1617. (1) The department shall evaluate the merits of  
10 transitioning the Medicaid reimbursement methodology for federally  
11 qualified health centers from a prospective payment system to an  
12 alternative payment methodology. The alternative payment  
13 methodology must be a population-based capitated payment system  
14 that is based on a per-patient per-month reimbursement for each  
15 Medicaid recipient assigned to each federally qualified health  
16 center.

17 (2) By September 30 of the current fiscal year, the department  
18 shall report on the findings of the evaluation required under  
19 subsection (1) to the house and senate appropriations subcommittees  
20 on the department budget, the house and senate fiscal agencies, the  
21 house and senate policy offices, and the state budget office.

22 Sec. 1620. (1) For fee-for-service Medicaid claims, the  
23 professional dispensing fee for drugs indicated as specialty  
24 medications on the Michigan pharmaceutical products list is \$20.02  
25 or the pharmacy's submitted dispensing fee, whichever is less.

26 (2) For fee-for-service Medicaid claims, for drugs not  
27 indicated as specialty drugs on the Michigan pharmaceutical  
28 products list, the professional dispensing fee for medications is  
29 as follows:

1 (a) For medications indicated as preferred on the department's  
2 preferred drug list, \$10.80 or the pharmacy's submitted dispensing  
3 fee, whichever is less.

4 (b) For medications not on the department's preferred drug  
5 list, \$10.64 or the pharmacy's submitted dispensing fee, whichever  
6 is less.

7 (c) For medications indicated as nonpreferred on the  
8 department's preferred drug list, \$9.00 or the pharmacy's submitted  
9 dispensing fee, whichever is less.

10 (3) The department shall require a prescription co-payment for  
11 Medicaid recipients not enrolled in the Healthy Michigan plan or  
12 with an income less than 100% of the federal poverty level of \$1.00  
13 for a generic drug or any drug indicated as preferred on the  
14 department's preferred drug list and \$3.00 for a brand-name drug  
15 not indicated as preferred on the department's preferred drug list,  
16 except as prohibited by federal or state law or regulation.

17 (4) The department shall require a prescription co-payment for  
18 Medicaid recipients enrolled in the Healthy Michigan plan with an  
19 income of at least 100% of the federal poverty level of \$4.00 for a  
20 generic drug or any drug indicated as preferred on the department's  
21 preferred drug list and \$8.00 for a brand-name drug not indicated  
22 as preferred on the department's preferred drug list, except as  
23 prohibited by federal or state law or regulation.

24 Sec. 1625. The department shall not enter into any contract  
25 with a Medicaid managed care organization that relies on a pharmacy  
26 benefit manager that does not do all of the following:

27 (a) For pharmacies with not more than 7 retail outlets,  
28 utilizes a pharmacy reimbursement methodology of the national  
29 average drug acquisition cost plus a professional dispensing fee

1 comparable to the applicable professional dispensing fee provided  
2 through section 1620. The pharmacy benefit manager or the involved  
3 pharmacy services administrative organization shall not receive any  
4 portion of the additional professional dispensing fee. The  
5 department shall identify the pharmacies this subdivision applies  
6 to and provide the list of applicable pharmacies to the Medicaid  
7 managed care organizations.

8 (b) For pharmacies with not more than 7 retail outlets,  
9 utilizes a pharmacy reimbursement methodology, when a national  
10 average drug acquisition cost price is not available, for brand  
11 drugs of the lesser of the wholesale acquisition cost, the average  
12 wholesale price less 16.7% plus a professional dispensing fee  
13 comparable to the applicable professional dispensing fee provided  
14 through section 1620, or the usual and customary charge by the  
15 pharmacy. The department shall identify the pharmacies this  
16 subdivision applies to and provide the list of applicable  
17 pharmacies to the Medicaid managed care organizations.

18 (c) For pharmacies with not more than 7 retail outlets,  
19 utilizes a pharmacy reimbursement methodology, when a national  
20 average drug acquisition cost price is not available, for generic  
21 drugs of the lesser of wholesale acquisition cost plus a  
22 professional dispensing fee comparable to the applicable  
23 professional dispensing fee provided through section 1620, average  
24 wholesale price less 30.0% plus a professional dispensing fee  
25 comparable to the applicable professional dispensing fee provided  
26 through section 1620, or the usual and customary charge by the  
27 pharmacy. The department shall identify the pharmacies this  
28 subdivision applies to and provide the list of applicable  
29 pharmacies to the Medicaid managed care organizations.

1 (d) Reimburses for a legally valid claim at a rate not less  
2 than the rate in effect at the time the original claim adjudication  
3 as submitted at the point of sale.

4 (e) Agrees to move to a transparent "pass-through" pricing  
5 model, in which the pharmacy benefit manager discloses the  
6 administrative fee as a percentage of the professional dispensing  
7 costs to the department.

8 (f) Agrees to not create new pharmacy administration fees and  
9 to not increase current fees more than the rate of inflation. This  
10 subdivision does not apply to any federal rule or action that  
11 creates a new fee.

12 (g) Agrees to not terminate an existing contract with a  
13 pharmacy with not more than 7 retail outlets for the sole reason of  
14 the additional professional dispensing fee authorized under this  
15 section.

16 Sec. 1626. (1) By January 15 of the current fiscal year, each  
17 pharmacy benefit manager that receives reimbursements, either  
18 directly or through a Medicaid health plan, from the funds  
19 appropriated in part 1 for medical services must submit all of the  
20 following information to the department for the previous fiscal  
21 year:

22 (a) The total number of prescriptions that were dispensed.

23 (b) The aggregate wholesale acquisition cost for each drug on  
24 its formulary.

25 (c) The aggregate amount of rebates, discounts, and price  
26 concessions that the pharmacy benefit manager received for each  
27 drug on its formulary. The amount of rebates shall include any  
28 utilization discounts the pharmacy benefit manager receives from a  
29 manufacturer.

1 (d) The aggregate amount of administrative fees that the  
2 pharmacy benefit manager received from all pharmaceutical  
3 manufacturers.

4 (e) The aggregate amount identified in subdivisions (b) and  
5 (c) that were retained by the pharmacy benefit manager and did not  
6 pass through to the department or to the Medicaid health plan.

7 (f) The aggregate amount of reimbursements the pharmacy  
8 benefit manager pays to contracting pharmacies.

9 (g) Any other information considered necessary by the  
10 department.

11 (2) By March 1 of the current fiscal year, the department  
12 shall submit the information provided under subsection (1) to the  
13 house and senate appropriations subcommittees on the department  
14 budget, the house and senate fiscal agencies, the house and senate  
15 policy offices, and the state budget office.

16 (3) Any nonaggregated information submitted under this section  
17 shall be confidential and shall not be disclosed to any person by  
18 the department. Such information is not considered a public record  
19 of the department.

20 Sec. 1627. By March 1 of the current fiscal year, the  
21 department shall provide a report to the house and senate  
22 appropriations subcommittees on the department budget, the house  
23 and senate fiscal agencies, and the house and senate policy offices  
24 on both of the following:

25 (a) The cost per Medicaid prescription for the fee-for-service  
26 population and separately the cost per Medicaid prescription for  
27 the managed care population for the fiscal years ending September  
28 30, 2017 through the previous fiscal year.

29 (b) Projected cost per Medicaid prescription for the fee-for-

1 service population and projected cost per Medicaid prescription for  
2 the managed care population for the current fiscal year.

3 Sec. 1629. The department shall utilize maximum allowable cost  
4 pricing for generic drugs that is based on wholesaler pricing to  
5 providers that is available from at least 2 wholesalers who deliver  
6 in this state.

7 Sec. 1631. (1) The department shall require co-payments on  
8 dental, podiatric, and vision services provided to Medicaid  
9 recipients, except as prohibited by federal or state law or  
10 regulation.

11 (2) Except as otherwise prohibited by federal or state law or  
12 regulation, the department shall require Medicaid recipients not  
13 enrolled in the Healthy Michigan plan or with an income less than  
14 100% of the federal poverty level to pay not less than the  
15 following co-payments:

16 (a) Two dollars for a physician office visit.

17 (b) Three dollars for a hospital emergency room visit.

18 (c) Fifty dollars for the first day of an inpatient hospital  
19 stay.

20 (d) Two dollars for an outpatient hospital visit.

21 (3) Except as otherwise prohibited by federal or state law or  
22 regulation, the department shall require Medicaid recipients  
23 enrolled in the Healthy Michigan plan with an income of at least  
24 100% of the federal poverty level to pay the following co-payments:

25 (a) Four dollars for a physician office visit.

26 (b) Eight dollars for a hospital emergency room visit.

27 (c) One hundred dollars for the first day of an inpatient  
28 hospital stay.

29 (d) Four dollars for an outpatient hospital visit or any other

1 medical provider visit to the extent allowed by federal or state  
2 law or regulation.

3 Sec. 1641. An institutional provider that is required to  
4 submit a cost report under the Medicaid program shall submit cost  
5 reports completed in full within 5 months after the end of its  
6 fiscal year.

7 Sec. 1644. (1) From the funds appropriated in part 1, the  
8 department shall continue the direct care wage increase to direct  
9 care workers employed by skilled nursing facilities for the current  
10 fiscal year. This funding must include all costs incurred by the  
11 employer, including payroll taxes, due to the wage increase. As  
12 used in this subsection, "direct care workers" means a registered  
13 professional nurse, licensed practical nurse, competency-evaluated  
14 nursing assistant, and respiratory therapist.

15 (2) From the funds appropriated in part 1, the department  
16 shall continue the direct care wage increase to direct care workers  
17 employed by licensed adult foster care facilities and licensed  
18 homes for the aged that provide Medicaid-funded fee-for-service  
19 personal care services that were not eligible for any direct care  
20 worker pay adjustment under Medicaid-funded managed care. This  
21 funding must include all costs incurred by the employer, including  
22 payroll taxes, due to the wage increase.

23 Sec. 1645. (1) The department shall update the Medicaid  
24 provider manual policy for the class I nursing facility current  
25 asset value bed limit to use a rolling 15-year history of new  
26 construction when establishing a current asset value bed limit for  
27 the fiscal year beginning on October 1, 2022.

28 (2) It is the intent of the legislature that, for the fiscal  
29 year beginning October 1, 2023 and subsequent fiscal years, the

1 increase in the current asset value bed limit based on the rolling  
2 15-year history of new construction shall not exceed 4% of the  
3 previous fiscal year's limit.

4 Sec. 1646. (1) From the funds appropriated in part 1 for long-  
5 term care services, the department shall continue to administer a  
6 nursing facility quality measure initiative program. The initiative  
7 shall be financed through the quality assurance assessment for  
8 nursing homes and hospital long-term care units, and the funds  
9 shall be distributed according to the following criteria:

10 (a) The department shall award more dollars to nursing  
11 facilities that have a higher CMS 5-star quality measure domain  
12 rating, then adjusted to account for both positive and negative  
13 aspects of a patient satisfaction survey.

14 (b) A nursing facility with a CMS 5-star quality measure  
15 domain star rating of 1 or 2 must file an action plan with the  
16 department describing how it intends to use funds appropriated  
17 under this section to increase quality outcomes before funding  
18 shall be released.

19 (c) The total incentive dollars must reflect the following  
20 Medicaid utilization scale:

21 (i) For nursing facilities with a Medicaid participation rate  
22 of above 63%, the facility shall receive 100% of the incentive  
23 payment.

24 (ii) For nursing facilities with a Medicaid participation rate  
25 between 50% and 63%, the facility shall receive 75% of the  
26 incentive payment.

27 (iii) For nursing facilities with a Medicaid participation rate  
28 of less than 50%, the facility shall receive a payment  
29 proportionate to their Medicaid participation rate.



1 (iv) For nursing facilities not enrolled in Medicaid, the  
2 facility shall not receive an incentive payment.

3 (d) Facilities designated as special focus facilities are not  
4 eligible for any payment under this section.

5 (e) Number of licensed beds.

6 (2) The department and nursing facility representatives shall  
7 evaluate the quality measure incentive program's effectiveness on  
8 quality, measured by the change in the CMS 5-star quality measure  
9 domain rating since the implementation of quality measure incentive  
10 program. By March 1 of the current fiscal year, the department  
11 shall report to the senate and house appropriations subcommittees  
12 on the department budget, the senate and house fiscal agencies, and  
13 the senate and house policy offices on the findings of the  
14 evaluation.

15 Sec. 1647. If a nursing home or hospital long-term care unit  
16 was overcharged for the quality assurance assessment during either  
17 the fiscal year ending September 30, 2018 or the fiscal year ending  
18 September 20, 2019, then, by no later than October 15 of the  
19 current fiscal year, the nursing home or hospital long-term care  
20 unit may request a retroactive recalculation and refund of the  
21 quality assurance assessment. By November 15 of the current fiscal  
22 year, the department shall issue the refunds and submit a report on  
23 the number of retroactive recalculation requests submitted by a  
24 nursing home or hospital long-term care unit and the status and  
25 amount of any refunds paid to the house and senate appropriations  
26 subcommittees on the department budget, the house and senate fiscal  
27 agencies, the house and senate policy offices, and the state budget  
28 office.

29 Sec. 1657. (1) Reimbursement for Medicaid to screen and

1 stabilize a Medicaid recipient, including stabilization of a  
2 psychiatric crisis, in a hospital emergency room shall not be made  
3 contingent on obtaining prior authorization from the recipient's  
4 HMO. If the recipient is discharged from the emergency room, the  
5 hospital shall notify the recipient's HMO within 24 hours of the  
6 diagnosis and treatment received.

7 (2) If the treating hospital determines that the recipient  
8 will require further medical service or hospitalization beyond the  
9 point of stabilization, that hospital shall receive authorization  
10 from the recipient's HMO prior to admitting the recipient.

11 (3) Subsections (1) and (2) do not require an alteration to an  
12 existing agreement between an HMO and its contracting hospitals and  
13 do not require an HMO to reimburse for services that are not  
14 considered to be medically necessary.

15 Sec. 1662. (1) The department shall ensure that an external  
16 quality review of each contracting HMO is performed that results in  
17 an analysis and evaluation of aggregated information on quality,  
18 timeliness, and access to health care services that the HMO or its  
19 contractors furnish to Medicaid beneficiaries.

20 (2) The department shall require Medicaid HMOs to provide  
21 EPSDT utilization data through the encounter data system, and HEDIS  
22 well child health measures in accordance with the National  
23 Committee for Quality Assurance prescribed methodology.

24 (3) The department shall provide a copy of the analysis of the  
25 Medicaid HMO annual audited HEDIS reports and the annual external  
26 quality review report to the senate and house appropriations  
27 subcommittees on the department budget, the senate and house fiscal  
28 agencies, and the state budget director, within 30 days after the  
29 department's receipt of the final reports from the contractors.

1           Sec. 1670. (1) The appropriation in part 1 for the MICHild  
2 program is to be used to provide comprehensive health care to all  
3 children under age 19 who reside in families with income at or  
4 below 212% of the federal poverty level, who are uninsured and have  
5 not had coverage by other comprehensive health insurance within 6  
6 months of making application for MICHild benefits, and who are  
7 residents of this state. The department shall develop detailed  
8 eligibility criteria through the health services administration  
9 public concurrence process, consistent with the provisions of this  
10 part and part 1.

11           (2) The department may provide up to 1 year of continuous  
12 eligibility to children eligible for the MICHild program unless the  
13 family fails to pay the monthly premium, a child reaches age 19, or  
14 the status of the children's family changes and its members no  
15 longer meet the eligibility criteria as specified in the state  
16 plan.

17           (3) The department may make payments on behalf of children  
18 enrolled in the MICHild program as described in the MICHild state  
19 plan approved by the United States Department of Health and Human  
20 Services, or from other medical services.

21           Sec. 1673. The department may establish premiums for MICHild  
22 eligible individuals in families with income at or below 212% of  
23 the federal poverty level. The monthly premiums shall be \$10.00 per  
24 month.

25           Sec. 1677. The MICHild program shall provide, at a minimum,  
26 all benefits available under the Michigan benchmark plan that are  
27 delivered through contracted providers and consistent with federal  
28 law, including, but not limited to, the following medically  
29 necessary services:

1 (a) Inpatient mental health services, other than substance use  
2 disorder treatment services, including services furnished in a  
3 state-operated mental hospital and residential or other 24-hour  
4 therapeutically planned structured services.

5 (b) Outpatient mental health services, other than substance  
6 use disorder services, including services furnished in a state-  
7 operated mental hospital and community-based services.

8 (c) Durable medical equipment and prosthetic and orthotic  
9 devices.

10 (d) Dental services as outlined in the approved MIChild state  
11 plan.

12 (e) Substance use disorder treatment services that may include  
13 inpatient, outpatient, and residential substance use disorder  
14 treatment services.

15 (f) Care management services for mental health diagnoses.

16 (g) Physical therapy, occupational therapy, and services for  
17 individuals with speech, hearing, and language disorders.

18 (h) Emergency ambulance services.

19 Sec. 1682. (1) In addition to the appropriations in part 1,  
20 the department is authorized to receive and spend penalty money  
21 received as the result of noncompliance with Medicaid certification  
22 regulations. Penalty money, characterized as private funds,  
23 received by the department shall increase authorizations and  
24 allotments in the long-term care accounts.

25 (2) Any unexpended penalty money, at the end of the year,  
26 shall carry forward to the following year.

27 Sec. 1692. (1) The department is authorized to pursue  
28 reimbursement for eligible services provided in Michigan schools  
29 from the federal Medicaid program. The department and the state

1 budget director are authorized to negotiate and enter into  
2 agreements, together with the department of education, with local  
3 and intermediate school districts regarding the sharing of federal  
4 Medicaid services funds received for these services. The department  
5 is authorized to receive and disburse funds to participating school  
6 districts pursuant to such agreements and state and federal law.

7 (2) From the funds appropriated in part 1, the department is  
8 authorized to do all of the following:

9 (a) Finance activities within the health services  
10 administration related to this project.

11 (b) Reimburse participating school districts pursuant to the  
12 fund-sharing ratios negotiated in the state-local agreements  
13 authorized in subsection (1).

14 (c) Offset general fund costs associated with the Medicaid  
15 program.

16 Sec. 1693. The special Medicaid reimbursement appropriation in  
17 part 1 may be increased if the department submits a Medicaid state  
18 plan amendment pertaining to this line item at a level higher than  
19 the appropriation. The department is authorized to appropriately  
20 adjust financing sources in accordance with the increased  
21 appropriation.

22 Sec. 1694. From the funds appropriated in part 1 for special  
23 Medicaid reimbursement, \$1,121,400.00 of general fund/general  
24 purpose revenue and any associated federal match shall be  
25 distributed for poison control services to an academic health care  
26 system that has a high indigent care volume.

27 Sec. 1697. The department shall require that Medicaid health  
28 plans administering Healthy Michigan plan benefits maintain a  
29 network of dental providers in sufficient numbers, mix, and

1 geographic locations throughout their respective service areas in  
2 order to provide adequate dental care for Healthy Michigan plan  
3 enrollees.

4 Sec. 1698. From the funds appropriated in part 1 for dental  
5 services, the adult dental fee-for-service reimbursement rates  
6 shall be increased by 100%.

7 Sec. 1699. (1) The department may make separate payments in  
8 the amount of \$45,000,000.00 directly to qualifying hospitals  
9 serving a disproportionate share of indigent patients and to  
10 hospitals providing GME training programs. If direct payment for  
11 GME and DSH is made to qualifying hospitals for services to  
12 Medicaid recipients, hospitals shall not include GME costs or DSH  
13 payments in their contracts with HMOs.

14 (2) The department shall allocate \$45,000,000.00 in DSH  
15 funding using the distribution methodology used in fiscal year  
16 2003-2004.

17 Sec. 1700. By December 1 of the current fiscal year, the  
18 department shall report to the senate and house appropriations  
19 subcommittees on the department budget, the senate and house fiscal  
20 agencies, and the state budget office on the distribution of  
21 funding provided, and the net benefit if the special hospital  
22 payment is not financed with general fund/general purpose revenue,  
23 to each eligible hospital during the previous fiscal year from the  
24 following special hospital payments:

25 (a) DSH, separated out by unique DSH pool.

26 (b) GME.

27 (c) Special rural hospital payments provided under section  
28 1802(2) of this part.

29 (d) Lump-sum payments to rural hospitals for obstetrical care

1 provided under section 1802(1) of this part.

2 Sec. 1702. From the funds appropriated in part 1, the  
3 department shall provide a 15% rate increase for private duty  
4 nursing services for Medicaid beneficiaries under the age of 21.  
5 These additional funds must be used to attract and retain highly  
6 qualified registered nurses and licensed practical nurses to  
7 provide private duty nursing services so that medically frail  
8 children can be cared for in the most homelike setting possible.

9 Sec. 1704. (1) From the funds appropriated in part 1 for  
10 health plan services, the department shall maintain the Medicaid  
11 adult dental benefit for pregnant women enrolled in a Medicaid  
12 program.

13 (2) By April 15 of the current fiscal year, the department  
14 shall report to the house and senate appropriations subcommittees  
15 on the department budget, the house and senate fiscal agencies, and  
16 the state budget office on the following:

17 (a) The number of pregnant women enrolled in Medicaid who  
18 visited a dentist over the previous fiscal year.

19 (b) The number of dentists statewide who participate in  
20 providing dental services to pregnant women enrolled in Medicaid.

21 Sec. 1757. The department shall obtain proof from all Medicaid  
22 recipients that they are United States citizens or otherwise  
23 legally residing in this country and that they are residents of  
24 this state before approving Medicaid eligibility.

25 Sec. 1763. Upon expiration of contract no. 071b7700073, the  
26 department shall issue an RFP for a 3-year contract for actuarial  
27 services, including, but not limited to, capitation rate setting  
28 for Medicaid and the Healthy Michigan plan. The department shall  
29 notify the senate and house appropriations subcommittees on the

1 department budget, the senate and house fiscal agencies, and the  
2 senate and house policy offices on what vendors submitted bids for  
3 the contract, which vendor received the contract, the evaluation  
4 process, and the criteria used by the department in awarding the  
5 contract for actuarial services.

6 Sec. 1764. The department shall annually certify whether rates  
7 paid to Medicaid health plans and specialty PIHPs are actuarially  
8 sound in accordance with federal requirements and shall provide a  
9 copy of the rate certification and approval of rates paid to  
10 Medicaid health plans and specialty PIHPs for any fiscal year  
11 within 10 business days after certification to the senate and house  
12 appropriations subcommittees on the department budget, the senate  
13 and house fiscal agencies, and the state budget office. Following  
14 the rate certification, the department shall ensure that no new or  
15 revised state Medicaid policy bulletin that is promulgated  
16 materially impacts the capitation rates that have been certified.

17 Sec. 1775. (1) By March 1 of the current fiscal year, the  
18 department shall report to the senate and house appropriations  
19 subcommittees on the department budget, the senate and house fiscal  
20 agencies, and the state budget office on progress in implementing  
21 the waiver to implement managed care for individuals who are  
22 eligible for both Medicare and Medicaid, known as MI Health Link,  
23 including any planned expansion into other geographic regions and  
24 any problems and potential solutions as identified by the ombudsman  
25 described in subsection (2).

26 (2) The department shall ensure the existence of an ombudsman  
27 program that is not associated with any project service manager or  
28 provider to assist MI Health Link beneficiaries with navigating  
29 complaint and dispute resolution mechanisms and to identify



1 problems in the demonstrations and in the complaint and dispute  
2 resolution mechanisms.

3 Sec. 1788. From the funds appropriated in part 1, the  
4 department shall provide Medicaid reimbursement rates, including  
5 Medicaid reimbursements from the ambulance provider quality  
6 assurance assessment, for ground ambulance services at not less  
7 than 100% of the Medicare rates for Locality 01 for those services  
8 in effect on the date the services are provided to eligible  
9 Medicaid recipients.

10 Sec. 1790. The department shall maintain the current  
11 practitioner rates paid for current procedural terminology (CPT)  
12 codes 90791 through 90899 for psychiatric procedures through  
13 Medicaid fee-for-service and through the comprehensive Medicaid  
14 health plans for psychiatric procedures provided for Medicaid  
15 recipients under the age of 21.

16 Sec. 1791. From the funds appropriated in part 1 for health  
17 plan services and physician services, the department shall provide  
18 Medicaid reimbursement rates for neonatal services at 100% of the  
19 Medicare rate received for those services in effect on the date the  
20 services are provided to eligible Medicaid recipients. The current  
21 procedural terminology (CPT) codes that are eligible for this  
22 reimbursement rate increase are 99468, 99469, 99471, 99472, 99475,  
23 99476, 99477, 99478, 99479, and 99480.

24 Sec. 1792. By April 30 of the current fiscal year, the  
25 department shall evaluate pharmacy encounter data through the first  
26 2 quarters of the fiscal year to determine, in consultation with  
27 the Medicaid health plans, if rates must be recertified. By May 30  
28 of the current fiscal year, the department shall report the  
29 evaluation results to the senate and house appropriations

1 subcommittees on the department budget, the senate and house fiscal  
2 agencies, the senate and house policy offices, the state budget  
3 office, and the Medicaid health plans.

4 Sec. 1801. From the funds appropriated in part 1 for physician  
5 services and health plan services, the department shall continue  
6 the increase to Medicaid rates for primary care services provided  
7 only by primary care providers. Providers performing a service and  
8 whose primary practice is as a non-primary-care subspecialty are  
9 not eligible for the increase. The department shall establish  
10 policies that most effectively limit the increase to primary care  
11 providers for primary care services only. As used in this section,  
12 "primary care provider" means a physician, or a practitioner  
13 working in collaboration with a physician, who is either licensed  
14 under part 170 or part 175 of the public health code, 1978 PA 368,  
15 MCL 333.17001 to 333.17097 and 333.17501 to 333.17556, and working  
16 as a primary care provider in general practice or board-eligible or  
17 certified with a specialty designation of family medicine, general  
18 internal medicine, or pediatric medicine, or a provider who  
19 provides the department with documentation of equivalency.

20 Sec. 1802. (1) From the funds appropriated in part 1 for  
21 hospital services and therapy, \$7,995,200.00 in general  
22 fund/general purpose revenue shall be provided as lump-sum payments  
23 to noncritical access hospitals that qualified for rural hospital  
24 access payments in fiscal year 2013-2014 and that provide  
25 obstetrical care in the current fiscal year. Payment amounts shall  
26 be based on the volume of obstetrical care cases and newborn care  
27 cases for all such cases billed by each qualified hospital in the  
28 most recent year for which data is available. Payments shall be  
29 made by January 1 of the current fiscal year.

1           (2) From the funds appropriated in part 1 for hospital  
2 services and therapy and Healthy Michigan plan, \$13,904,800.00 in  
3 general fund/general purpose revenue and any associated federal  
4 match shall be awarded as rural access payments to noncritical  
5 access hospitals that meet criteria established by the department  
6 for services to low-income rural residents. One of the  
7 reimbursement components of the distribution formula shall be  
8 assistance with labor and delivery services. The department shall  
9 ensure that the rural access payments described in this subsection  
10 are distributed in a manner that ensures that a hospital does not  
11 receive more than 10.0% of the total rural access funding  
12 referenced in this subsection.

13           (3) The methodology for distribution under subsection (2) and  
14 its applicable data that are used to determine the payment amounts  
15 are provided to each hospital by August 1 of the current fiscal  
16 year. The department shall publish the distribution of payments for  
17 the current fiscal year and the previous fiscal year.

18           Sec. 1804. (1) The department shall utilize the federal public  
19 assistance reporting information system to identify Medicaid  
20 recipients who are veterans and who may be eligible for federal  
21 veterans' health care benefits or other benefits. The department  
22 shall identify the specific outcomes and performance reporting  
23 requirements described in this section. The department shall  
24 acquire all of the following information by January 1 of the  
25 current fiscal year and report to the senate and house  
26 appropriations subcommittees on the department budget, the senate  
27 and house fiscal agencies, and the senate and house policy offices  
28 on the following:

29           (a) The number of veterans identified by the department

1 through eligibility determinations.

2 (b) The number of veterans referred to the department of  
3 military and veterans affairs.

4 (c) The number of referrals made by the department that were  
5 contacted by the department of military and veterans affairs.

6 (d) The number of referrals made by the department that were  
7 eligible for veterans health care benefits or other benefits.

8 (e) The specific actions and efforts undertaken by the  
9 department and the department of military and veterans affairs to  
10 identify female veterans who are applying for public assistance  
11 benefits, but who are eligible for veterans benefits.

12 (2) By October 1 of the current fiscal year, the department  
13 shall change the public assistance application form from asking  
14 whether the prospective applicant was a veteran to asking whether  
15 the applicant had ever served in the military.

16 (3) This section does not prohibit the department from  
17 entering into interagency agreements with any other public  
18 department or agency in this state in order to obtain the  
19 information detailed in subsection (1).

20 Sec. 1810. In advance of the annual rate setting development,  
21 Medicaid health plans shall be given at least 60 days to dispute  
22 and correct any discarded encounter data before rates are  
23 certified. The department shall notify each contracting Medicaid  
24 health plan of any encounter data that have not been accepted for  
25 the purposes of rate setting.

26 Sec. 1812. By June 1 of the current fiscal year, and using the  
27 most recent available cost reports, the department shall complete a  
28 report of all direct and indirect costs associated with residency  
29 training programs for each hospital that receives funds

1 appropriated in part 1 for graduate medical education or through  
2 the MiDocs consortium. The report shall be submitted to the house  
3 and senate appropriations subcommittees on the department budget,  
4 the house and senate fiscal agencies, and the state budget office.

5 Sec. 1820. (1) In order to avoid duplication of efforts, the  
6 department shall utilize applicable national accreditation review  
7 criteria to determine compliance with corresponding state  
8 requirements for Medicaid health plans that have been reviewed and  
9 accredited by a national accrediting entity for health care  
10 services.

11 (2) The department shall continue to comply with state and  
12 federal law and shall not initiate an action that negatively  
13 impacts beneficiary safety.

14 (3) As used in this section, "national accrediting entity"  
15 means the National Committee for Quality Assurance, the URAC,  
16 formerly known as the Utilization Review Accreditation Commission,  
17 or other appropriate entity, as approved by the department.

18 Sec. 1837. The department shall continue, and expand where  
19 appropriate, utilization of telemedicine and telepsychiatry as  
20 strategies to increase access to services for Medicaid recipients.

21 Sec. 1846. From the funds appropriated in part 1 for graduate  
22 medical education, the department shall distribute the funds with  
23 an emphasis on the following health care workforce goals:

24 (a) The encouragement of the training of physicians in  
25 specialties, including primary care, that are necessary to meet the  
26 future needs of residents of this state.

27 (b) The training of physicians in settings that include  
28 ambulatory sites and rural locations.

29 (c) The training of practitioners providing pediatric

1 psychiatry services.

2 Sec. 1850. The department may allow Medicaid health plans to  
3 assist with maintaining eligibility through outreach activities to  
4 ensure continuation of Medicaid eligibility and enrollment in  
5 managed care. This may include mailings, telephone contact, or  
6 face-to-face contact with beneficiaries enrolled in the individual  
7 Medicaid health plan. Health plans may offer assistance in  
8 completing paperwork for beneficiaries enrolled in their plan.

9 Sec. 1851. From the funds appropriated in part 1 for adult  
10 home help services, the department shall allocate \$150,000.00 state  
11 general fund/general purpose revenue plus any associated federal  
12 match to develop and deploy a mobile electronic visit verification  
13 solution to create administrative efficiencies, reduce error, and  
14 minimize fraud. The development of the solution shall be predicated  
15 on input from the results of the 2017 stakeholder survey.

16 Sec. 1854. The funds appropriated in part 1 for program of  
17 all-inclusive care for the elderly (PACE) must support a current  
18 fiscal year enrollment cap that is not less than 7,288.

19 Sec. 1855. From the funds appropriated in part 1 for program  
20 of all-inclusive care for the elderly (PACE), to the extent that  
21 funding is available in the PACE line item and unused program slots  
22 are available, the department may do the following:

23 (a) Increase the number of slots for an already-established  
24 local PACE program if the local PACE program has provided  
25 appropriate documentation to the department indicating its ability  
26 to expand capacity to provide services to additional PACE clients.

27 (b) Suspend the 10 member per month individual PACE program  
28 enrollment increase cap in order to allow unused and unobligated  
29 slots to be allocated to address unmet demand for PACE services.

1           Sec. 1856. (1) From the funds appropriated in part 1 for  
2 hospice services, \$5,000,000.00 shall be expended to provide room  
3 and board for Medicaid recipients who meet hospice eligibility  
4 requirements and receive services at Medicaid enrolled hospice  
5 residences in this state. The department shall distribute funds  
6 through grants based on the total beds located in all eligible  
7 residences that have been providing these services as of October 1,  
8 2017. The initial grant amount must be established at a daily rate  
9 of \$270.00 for each Medicaid-approved recipient who is receiving  
10 hospice care. Any eligible grant applicant may inform the  
11 department of their request to reduce the grant amount allocated  
12 for their residence and the funds shall be distributed  
13 proportionally to increase the total grant amount of the remaining  
14 grant-eligible residences. Grant amounts shall be paid out monthly  
15 with 1/12 of the total grant amount distributed each month to the  
16 grantees.

17           (2) By September 15 of the current fiscal year, each Medicaid-  
18 enrolled hospice with a residence that receives funds under this  
19 section shall provide a report to the department on the utilization  
20 of the grant funding provided in subsection (1). The report shall  
21 be provided in a format prescribed by the department and shall  
22 include the following:

23           (a) The number of patients served.

24           (b) The number of days served.

25           (c) The daily room and board rates for the patients served.

26           (d) If there is not sufficient funding to cover the total room  
27 and board need, the number of patients who did not receive care due  
28 to insufficient grant funding.

29           (3) If there is funding remaining at the end of the current

1     fiscal year, the Medicaid-enrolled hospice with a residence shall  
2     return funding to the state.

3             Sec. 1858. By April 1 of the current fiscal year, the  
4     department shall report to the senate and house appropriations  
5     subcommittees on the department budget and the senate and house  
6     fiscal agencies on all of the following elements related to the  
7     current Medicaid pharmacy carve-out of pharmaceutical products as  
8     provided for in section 109h of the social welfare act, 1939 PA  
9     280, MCL 400.109h:

10            (a) The number of prescriptions paid by the department during  
11     the previous fiscal year.

12            (b) The total amount of expenditures for prescriptions paid by  
13     the department during the previous fiscal year.

14            (c) The number of and total expenditures for prescriptions  
15     paid for by the department for generic equivalents during the  
16     previous fiscal year.

17             Sec. 1859. The department shall partner with the Michigan  
18     Association of Health Plans (MAHP) and Medicaid health plans to  
19     develop and implement strategies for the use of information  
20     technology services for Medicaid research activities. The  
21     department shall make available state medical assistance program  
22     data, including Medicaid behavioral data, to MAHP and Medicaid  
23     health plans or any vendor considered qualified by the department  
24     for the purpose of research activities consistent with this state's  
25     goals of improving health; increasing the quality, reliability,  
26     availability, and continuity of care; and reducing the cost of care  
27     for the eligible population of Medicaid recipients.

28             Sec. 1860. By March 1 of the current fiscal year, the  
29     department shall provide a report to the senate and house



1 appropriations subcommittees, the senate and house fiscal agencies,  
2 and the state budget office on uncollected co-pays and premiums in  
3 the Healthy Michigan plan. The report shall include information on  
4 the number of participants who have not paid their co-pays and  
5 premiums, the total amount of uncollected co-pays and premiums, and  
6 steps taken by the department and health plans to ensure greater  
7 collection of co-pays and premiums.

8 Sec. 1862. From the funds appropriated in part 1, the  
9 department shall maintain payment rates for Medicaid obstetrical  
10 services at 95% of Medicare levels effective October 1, 2014.

11 Sec. 1867. (1) The department shall continue a workgroup that  
12 includes psychiatrists, other relevant prescribers, and pharmacists  
13 to identify best practices and to develop a protocol for  
14 psychotropic medications. Any changes proposed by the workgroup  
15 shall protect a Medicaid beneficiary's current psychotropic  
16 pharmaceutical treatment regimen by not requiring a physician  
17 currently prescribing any treatment to alter or adjust that  
18 treatment.

19 (2) By March 1 of the current fiscal year, the department  
20 shall provide the workgroup's recommendations to the senate and  
21 house appropriations subcommittees on the department budget, the  
22 senate and house fiscal agencies, and the state budget office.

23 Sec. 1869. The department shall allocate \$100.00 general  
24 fund/general purpose revenue, any local funding, and any federal  
25 matching revenue, to a community-based residency training program,  
26 accredited by the Accreditation Council for Graduate Medical  
27 Education (ACGME) and operated by community-based organizations  
28 such as federally qualified health centers, which operates from the  
29 local funds appropriated in this section, to administer a

1 community-based residency training program. The funds appropriated  
2 in this section may be allocated and administered on a local level  
3 to communities with high disparities related to COVID-19 and high  
4 infant mortality rates for community and public health-based  
5 training programs for providers in family medicine. The community-  
6 based residency training program shall have a particular emphasis  
7 on addressing local psychiatric issues, local health disparities,  
8 and local maternal child health issues. The department may secure  
9 federal matching funds on local funds allocated in this section to  
10 serve Medicaid and uninsured individuals through this community-  
11 based residency training program.

12       Sec. 1870. (1) From the funds appropriated in part 1 for  
13 hospital services and therapy, the department shall appropriate  
14 \$6,400,000.00 in general fund/general purpose revenue plus any  
15 contributions from public entities, up to \$5,000,000.00, and any  
16 associated federal match to the MiDocs consortium to create new  
17 primary care residency slots in underserved communities. The new  
18 primary care residency slots must be in 1 of the following  
19 specialties: family medicine, general internal medicine, general  
20 pediatrics, general OB-GYN, psychiatry, or general surgery.

21       (2) The department shall seek any necessary approvals from CMS  
22 to allow the department to implement the program described in this  
23 section.

24       (3) Assistance with repayment of medical education loans, loan  
25 interest payments, or scholarships provided by MiDocs shall be  
26 contingent upon a minimum 2-year commitment to practice in an  
27 underserved community in this state post-residency and an agreement  
28 to forego any sub-specialty training for at least 2 years post-  
29 residency with the exception of a child and adolescent psychiatry

1 fellowship which must be integrated with a psychiatry residency  
2 training program in a MiDocs affiliated institution.

3 (4) The MiDocs shall work with the department to integrate the  
4 Michigan inpatient psychiatric admissions discussion (MIPAD)  
5 recommendations and, when possible, prioritize training  
6 opportunities in state psychiatric hospitals and community mental  
7 health organizations.

8 (5) The department shall maintain the MiDocs initiative  
9 advisory council to help support implementation of the program  
10 described in this section, and provide oversight. The advisory  
11 council shall be composed of the MiDocs consortium, the Michigan  
12 Area Health Education Centers, the Michigan Primary Care  
13 Association, the Michigan Center for Rural Health, the Michigan  
14 Academy of Family Physicians, and any other appointees designated  
15 by the department.

16 (6) By September 1 of the current fiscal year, MiDocs shall  
17 report to the senate and house appropriations subcommittees on the  
18 department budget, the senate and house fiscal agencies, the senate  
19 and house policy offices, and the state budget office, on the  
20 following:

21 (a) Audited financial statement of per-resident costs.

22 (b) Education and clinical quality data.

23 (c) Roster of trainees, including areas of specialty and  
24 locations of training.

25 (d) Medicaid revenue by training site.

26 (7) Outcomes and performance measures for this program  
27 include, but are not limited to, the following:

28 (a) Increasing this state's ability to recruit, train, and  
29 retain primary care physicians and other select specialty

1 physicians in underserved communities.

2 (b) Maximizing training opportunities with community health  
3 centers, rural critical access hospitals, solo or group private  
4 practice physician practices, schools, and other community-based  
5 clinics, in addition to required rotations at inpatient hospitals.

6 (c) Increasing the number of residency slots for family  
7 medicine, general internal medicine, general pediatrics, general  
8 OB-GYN, psychiatry, and general surgery.

9 (8) Unexpended and unencumbered funds up to a maximum  
10 \$6,400,000.00 in general fund/general purpose revenue plus any  
11 contributions from public entities, up to \$5,000,000.00, and any  
12 associated federal match remaining in accounts appropriated in part  
13 1 for hospital services and therapy are designated as work project  
14 appropriations, and any unencumbered or unallotted funds shall not  
15 lapse at the end of the fiscal year and shall be available for  
16 expenditures for the MiDocs consortium to create new primary care  
17 residency slots in underserved communities under this section until  
18 the work project has been completed. All of the following are in  
19 compliance with section 451a(1) of the management and budget act,  
20 1984 PA 431, MCL 18.1451a:

21 (a) The purpose of the work project is to fund the cost of the  
22 MiDocs consortium to create new primary care residency slots in  
23 underserved communities.

24 (b) The work project will be accomplished by contracting with  
25 the MiDocs consortium to oversee the creation of new primary care  
26 residency slots.

27 (c) The total estimated completion cost of the work project is  
28 \$20,200,000.00.

29 (d) The tentative completion date is September 30, 2027.

1           Sec. 1871. The funds appropriated in part 1 for the Healthy  
2 Michigan plan healthy behaviors incentives program shall only  
3 provide reductions in cost-sharing responsibilities and shall not  
4 include other financial rewards such as gift cards.

5           Sec. 1872. From the funds appropriated in part 1 for personal  
6 care services, the department shall maintain the monthly Medicaid  
7 personal care supplement paid to adult foster care facilities and  
8 homes for the aged that provide personal care services to Medicaid  
9 recipients in place during the previous fiscal year.

10          Sec. 1873. From the funds appropriated in part 1 for long-term  
11 care services, the department may allocate up to \$3,700,000.00 for  
12 the purpose of outreach and education to nursing home residents and  
13 the coordination of housing in order to move out of the facility.  
14 In addition, any funds appropriated shall be used for other quality  
15 improvement activities of the program. The department shall  
16 consider working with all relevant stakeholders to develop a plan  
17 for the ongoing sustainability of the nursing facility transition  
18 initiative.

19          Sec. 1874. The department shall ensure, in counties where  
20 program of all-inclusive care for the elderly or PACE services are  
21 available, that the program of all-inclusive care for the elderly  
22 (PACE) is included as an option in all options counseling and  
23 enrollment brokering for aging services and managed care programs,  
24 including, but not limited to, Area Agencies on Aging, centers for  
25 independent living, and the MiChoice home and community-based  
26 waiver. Such options counseling must include approved marketing and  
27 discussion materials.

28          Sec. 1879. The department must allow contracted Medicaid  
29 health plans to manage their own preferred drug lists to be used by

1 their Medicaid managed health care program enrollees. Changes to  
2 each contracted Medicaid health plan's preferred drug list shall be  
3 made in consultation with the Michigan pharmacy and therapeutics  
4 committee to ensure sufficient access to medically necessary drugs  
5 for each disease state.

6 Sec. 1881. The managed care capitation rates for the fiscal  
7 year ending September 30, 2023 shall not include a 2-way risk  
8 corridor.

9 Sec. 1888. The department shall establish contract performance  
10 standards associated with the capitation withhold provisions for  
11 Medicaid health plans at least 3 months before the implementation  
12 of those standards. The determination of whether performance  
13 standards have been met shall be based primarily on recognized  
14 concepts such as 1-year continuous enrollment and the health care  
15 effectiveness data and information set, HEDIS, audited data.

16 Sec. 1894. By March 1 of the current fiscal year, the  
17 department shall report to the senate and house appropriations  
18 subcommittees on the department budget, the senate and house fiscal  
19 agencies, the senate and house policy offices, and the state budget  
20 office on the Healthy Kids Dental program. The report shall  
21 include, but is not limited to, the following:

22 (a) The number of children enrolled in the Healthy Kids Dental  
23 program who visited the dentist during the previous fiscal year  
24 broken down by dental benefit manager.

25 (b) The number of dentists who accept payment from the Healthy  
26 Kids Dental program broken down by dental benefit manager.

27 (c) The annual change in dental utilization of children  
28 enrolled in the Healthy Kids Dental program broken down by dental  
29 benefit manager.

1 (d) Service expenditures for the Healthy Kids Dental program  
2 broken down by dental benefit manager.

3 (e) Administrative expenditures for the Healthy Kids Dental  
4 program broken down by dental benefit manager.

5 Sec. 1895. From the funds appropriated in part 1 for long-term  
6 care services, the department shall adjust the variable cost  
7 component (VCC) and plant cost component of Medicaid reimbursement  
8 to class I, class III, and class IV nursing home providers as  
9 follows:

10 (a) An interim VCC rate and plant cost component rate for each  
11 facility must be established at 102.5% of the interim rate provided  
12 on October 1 of the previous fiscal year.

13 (b) The quality assurance supplement (QAS) amount must be  
14 calculated for nursing home providers using the following factors:

15 (i) For class 1 providers, the QAS must be based on the updated  
16 interim VCC multiplied by 21.76%.

17 (ii) For governmental class III providers, the QAS must be  
18 subject to the class I updated variable cost limit (VCL).

19 (iii) For nongovernmental class III providers, the QAS must be  
20 based on their VCC or VCL, as applicable, multiplied by 21.76%.

21 (c) The department shall audit the final 2023 VCC and plant  
22 costs to establish the final audited rate provided to facilities  
23 for services provided in the current fiscal year.

## 24 25 **INFORMATION TECHNOLOGY**

26 Sec. 1901. (1) The department shall provide a report on a  
27 semiannual basis to the senate and house appropriations  
28 subcommittees on the department budget, the senate and house fiscal  
29 agencies, the senate and house policy offices, and the state budget

1 office on all of the following information:

2 (a) The process used to define requests for proposals for each  
3 expansion of information technology projects, including timelines,  
4 project milestones, and intended outcomes.

5 (b) If the department decides not to contract the services out  
6 to design and implement each element of the information technology  
7 expansion, the department's own project plan that includes, at a  
8 minimum, the requirements in subdivision (a).

9 (c) A recommended project management plan with milestones and  
10 time frames.

11 (d) The proposed benefits from implementing the information  
12 technology expansion, including customer service improvement, form  
13 reductions, potential time savings, caseload reduction, and return  
14 on investment.

15 (e) Details on the implementation of the integrated service  
16 delivery project, and the progress toward meeting the outcomes and  
17 performance measures listed in section 1904(2) of this part.

18 (f) A list of projects approved in the previous 6 months and  
19 the purpose for approving each project including any federal,  
20 state, court, or legislative requirement for each project.

21 (2) Once an award for an expansion of information technology  
22 is made, 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 a projected cost of the expansion broken  
26 down by use and type of expense.

27 Sec. 1902. From the funds appropriated in part 1 for the  
28 Michigan Medicaid information system (MMIS) line item, private  
29 revenue may be received from and allocated for other states



1 interested in participating as part of the broader MMIS initiative.  
2 By March 1 of the current fiscal year, the department shall provide  
3 a report on the use of MMIS by other states for the previous fiscal  
4 year, including a list of states, type of use, and revenue and  
5 expenditures related to the agreements with the other states to use  
6 the MMIS. The report shall be provided to the house and senate  
7 appropriations subcommittees on the department budget, the house  
8 and senate fiscal agencies, and the state budget office.

9 Sec. 1903. (1) The department shall report to the senate and  
10 house appropriations subcommittees on the department budget, the  
11 senate and house fiscal agencies, the senate and house policy  
12 offices, and the state budget office by November 1 of the current  
13 fiscal year the status of an implementation plan regarding the  
14 appropriation in part 1 to modernize the MiSACWIS. The report shall  
15 include, but not be limited to, an update on the status of the  
16 settlement and efforts to bring the system in compliance with the  
17 settlement and other federal guidelines set forth by the United  
18 States Department of Health and Human Services Administration for  
19 Children and Families.

20 (2) The department shall report quarterly to the senate and  
21 house appropriations subcommittees on the department budget, the  
22 senate and house fiscal agencies, the senate and house policy  
23 offices, and the state budget office a status report on the  
24 planning, implementation, and operation, regardless of the current  
25 operational status, regarding the appropriation in part 1 to  
26 implement the MiSACWIS. The report shall provide details on the  
27 planning, implementation, and operation of the MiSACWIS, including,  
28 but not limited to, all of the following:

29 (a) Areas where implementation went as planned, and in each

1 area including whether the implementation results in either  
2 enhanced user interface or portal access, conversion to new  
3 modules, or substantial operation improvement to the MiSACWIS.

4 (b) The number of known issues.

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

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

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

10 (f) Other strategies undertaken to improve implementation, and  
11 for each strategy area including whether the implementation results  
12 in either enhanced user interface or portal access, conversion to  
13 new modules, or substantial operation improvement to the MiSACWIS.

14 (g) Progress developing cross-system trusted data exchange  
15 with the MiSACWIS.

16 (h) Progress in moving away from a statewide automated child  
17 welfare information system (SACWIS) to a comprehensive child  
18 welfare information system (CCWIS).

19 (i) Progress developing and implementing a program to monitor  
20 data quality.

21 (j) Progress developing and implementing custom integrated  
22 systems for private agencies.

23 (k) A list of all change orders, planned or in progress.

24 (l) The status of all change orders, planned or in progress.

25 (m) The estimated costs for all planned change orders.

26 (n) The estimated and actual costs for all change orders in  
27 progress.

28 (3) By July 1 of the current fiscal year, the department shall  
29 submit to the house and senate appropriations subcommittees on the

1 department budget, the house and senate fiscal agencies, and the  
2 house and senate policy offices a report on the department's  
3 efforts and recommendations to develop and implement a simpler and  
4 more streamlined process for the annual renewal of the licenses for  
5 family foster care homes, and the development of a simpler and more  
6 efficient version of the application form for renewal of the  
7 licenses for family foster care homes.

8 Sec. 1904. (1) From the funds appropriated in part 1 for the  
9 technology supporting integrated service delivery line item, the  
10 department shall maintain information technology tools and enhance  
11 existing systems to improve the eligibility and enrollment process  
12 for citizens accessing department administered programs. This  
13 information technology system shall consolidate beneficiary  
14 information, support department caseworker efforts in building a  
15 success plan for beneficiaries, and better support department staff  
16 in supporting enrollees in assistance programs.

17 (2) Outcomes and performance measures for the initiative under  
18 subsection (1) include, but are not limited to, the following:

19 (a) Successful consolidation of data warehouses maintained by  
20 the department.

21 (b) The amount of time a department caseworker devotes to data  
22 entry when initiating an enrollee application.

23 (c) A reduction in wait times for persons enrolled in  
24 assistance programs to speak with department staff and get  
25 necessary changes made.

26 (d) A reduction in department caseworker workload.

27 Sec. 1905. (1) The department shall report on a quarterly  
28 basis to the chairs of the senate and house standing committees on  
29 appropriations, the senate and house appropriations subcommittees

1 on the department budget, the senate and house appropriations  
2 subcommittees on the general government budget, the senate and  
3 house fiscal agencies, the senate and house policy offices, and the  
4 state budget office on all of the following:

5 (a) Fiscal year-to-date information technology spending for  
6 the current fiscal year by service and project and by line-item  
7 appropriation.

8 (b) Planned information technology spending for the remainder  
9 of the current fiscal year by service and project and by line-item  
10 appropriation.

11 (c) Total fiscal year-to-date information technology spending  
12 and planned spending for the current fiscal year by service and  
13 project and by line-item appropriation.

14 (d) A list of all information technology projects estimated to  
15 cost more than \$250,000.00 that exceed their allotted budget and  
16 all information technology projects that have exceeded their  
17 allotted budget by 25% or more.

18 (2) As used in subsection (1), "project" includes, but is not  
19 limited to, all of the following major projects:

20 (a) Community health automated Medicaid processing system  
21 (CHAMPS).

22 (b) Bridges and MiBridges eligibility determination.

23 (c) MiSACWIS.

24 (d) Integrated service delivery.

25 (3) The department shall develop a strategic plan for  
26 information technology services and projects for the department.  
27 The strategic plan shall identify any scheduled changes in the  
28 federal and state shares of costs related to information technology  
29 services and projects over the 5-year period. As part of the

1 strategic plan, the department shall include total information  
2 technology expenditures from the previous fiscal year by fund  
3 source and total information technology appropriations as a  
4 percentage of total department appropriations by fund source, by  
5 completed project, for all information technology expenditures in  
6 the previous fiscal year. All projects beginning after October 1,  
7 2021 will follow department of management and budget benefits  
8 realization methodology, for reporting when completed in a future  
9 fiscal year's report. The strategic plan shall also develop  
10 benchmarks for comparison that include, for the previous 5 fiscal  
11 years, the department's information technology spending compared to  
12 the spending in the areas of public health, Medicaid, child  
13 protective services, child welfare, family and social services,  
14 human services, and child support enforcement for similar  
15 departments in 3 other states located in the Midwest.

16 Sec. 1906. From the funds appropriated in part 1 for  
17 information technology services and projects, the department shall  
18 allocate \$100.00 general fund/general purpose revenue, and all  
19 associated federal matching revenue, to a public and private  
20 nonprofit collaboration that is designated as this state's  
21 statewide health information exchange by cooperative agreement, to  
22 implement health information technology strategies for health  
23 information exchange development, data management, and population  
24 health at a statewide level.

25 Sec. 1907. By March 1 of the current fiscal year, the  
26 department shall report to the house and senate appropriations  
27 subcommittees on the department budget, the house and senate fiscal  
28 agencies, the house and senate policy offices, and the state budget  
29 office on all current, contracted information technology-related

1 projects, total contractual costs, spending in previous fiscal  
2 years, planned spending for the current fiscal year, and fiscal  
3 year-to-date spending, by project.

4 Sec. 1908. From the funds appropriated in part 1 for  
5 information technology services and projects, the department shall  
6 allocate \$100.00 to purchase a 4-year subscription from a  
7 technology company that provides real-time visibility platforms for  
8 complex supply chains and operates as a cloud-based software as a  
9 service model (SaaS) located in a city with a population between  
10 123,800 and 123,900, located within a county with a population  
11 between 372,200 and 372,300, according to the most recent federal  
12 decennial census, for an unlimited number of integrations to the  
13 state's statewide emergency preparedness information technology and  
14 data platforms.

15 Sec. 1909. (1) From the funds appropriated in part 1 for child  
16 support automation, the department shall only encumber or expend  
17 funds for the operation, maintenance, and improvements of the  
18 Michigan child support enforcement system (MiCSES).

19 (2) From the funds appropriated in part 1 for bridges  
20 information system, the department shall only encumber or expend  
21 funds for the operation, maintenance, and improvements of Bridges  
22 and MIBridges.

23 (3) From the funds appropriated in part 1 for technology  
24 supporting integrated service delivery, the department shall only  
25 encumber or expend funds for the operation, maintenance, and  
26 improvements of integrated service delivery.

27 (4) From the funds appropriated in part 1 for Michigan  
28 Medicaid information system, the department shall only encumber or  
29 expend funds for the operation, maintenance, and improvements of

1 the community health automated Medicaid processing system (CHAMPS).

2 (5) From the funds appropriated in part 1 for Michigan  
3 statewide automated child welfare information system, the  
4 department shall only encumber or expend funds for the operation,  
5 maintenance, and improvements of MiSACWIS.

6 (6) From the funds appropriated in part 1 for comprehensive  
7 child welfare information system, the department shall only  
8 encumber or expend funds for the operation, maintenance, and  
9 improvements to the comprehensive child welfare information system.

10 (7) From the funds appropriated in part 1 for comprehensive  
11 child welfare information system, the department shall allocate  
12 \$29,478,300.00 to develop a new information system to replace  
13 MiSACWIS consistent with the plan provided by the department to the  
14 United States District Court for Eastern District of Michigan as a  
15 part of the settlement. The development of the comprehensive child  
16 welfare information system shall adhere to department of  
17 technology, management, and budget and IT Investment Fund (ITIF)  
18 policies and practices, including use of the state unified  
19 information technology environment methodology and agile  
20 development. The project team shall also participate in and comply  
21 with the enterprise portfolio management office process and product  
22 quality assurance. To ensure full transparency, the project shall  
23 be included in the ITIF portfolio for executive, legislative, and  
24 external reporting purposes. As a component of the ITIF portfolio,  
25 the project is subject to governance and oversight by the IT  
26 investment management board.

27 Sec. 1910. (1) From the funds appropriated in part 1,  
28 \$516,491,000.00 is appropriated for information technology services  
29 and projects including:

1 (a) \$63,416,300.00 for bridges information system.

2 (b) \$21,542,100.00 for Michigan statewide automated child  
3 welfare information system.

4 (c) \$99,529,200.00 for Michigan Medicaid information system.

5 (d) \$44,604,800.00 for child support automation.

6 (e) \$16,053,100.00 for technology supporting integrated  
7 service delivery.

8 (f) \$3,373,200.00 for comprehensive child welfare information  
9 system.

10 (2) For all expenditures of funds appropriated in subsection  
11 (1), the department shall report to the senate and house  
12 appropriations subcommittees on the department budget, the senate  
13 and house fiscal agencies, and the senate and house policy offices  
14 by April 1 of the current fiscal year total information technology  
15 expenditures from the previous fiscal year and all information  
16 technology expenditures made under an agile software development  
17 plan from the previous fiscal year with details on the agile  
18 software implementation.

19 (3) From the funds appropriated as described in subsection  
20 (1)(f) for comprehensive child welfare information system, this  
21 state shall be the owner of any software purchased or developed  
22 from the expenditures made under this subsection or it shall be  
23 committed to the public domain.

24 (4) The department shall report by March 1 of the current  
25 fiscal year to the senate and house appropriations subcommittees on  
26 the department budget, the senate and house fiscal agencies, and  
27 the senate and house policy offices on the selection of a product  
28 owner for the comprehensive child welfare information system.

29 (5) The department shall provide updates as requested by the



1 chairs of the house and senate appropriations committees or the  
2 chairs of the house and senate appropriations subcommittees on the  
3 department budget. Information updates provided by the department,  
4 upon request, shall also be accessible to the house and senate  
5 fiscal agencies, the house and senate policy offices, and the state  
6 budget office on the status of the work completed to date. The  
7 updates shall include demonstrations of the completed work during  
8 the sprint period. During these demonstrations, the department  
9 shall provide a quality assessment surveillance plan as shown in  
10 appendix B of "De-risking custom technology projects" from the  
11 United States General Services Administration. At each  
12 demonstration, the department shall validate which user stories  
13 have been included into the software development and the remaining  
14 user stories that will be included into the product.

15 (6) As used in this section:

16 (a) "Agile software development" means the use of development  
17 methodologies using iterative development with work completed by  
18 cross-functional teams of software development.

19 (b) "Product owner" means a department employee who  
20 iteratively prioritizes and defines the work for the product team,  
21 works with users, stakeholders, technologists, and the software  
22 vendor to envision the direction for the product, and ensures that  
23 value is being delivered to end users as quickly as possible.

24 (c) "User-centered design" means software development that  
25 places the highest priority on the needs of the specific people who  
26 are expected to use the software.

27 (d) "User stories" means a task that the agile software  
28 development team will focus on over a given 2-week development  
29 period and includes clearly labeled progress toward meeting the

needs of the end users.

**ONE-TIME APPROPRIATIONS**

Sec. 1951. From the funds appropriated in part 1 for adoption support services, the department shall allocate \$100,000.00 of state general fund/general purpose revenue to a nonprofit, community-based organization organized under the laws of this state that is exempt from federal income tax under section 501(c)(3) of the internal revenue code of 1986, 26 USC 501, with a marketing initiative to find older foster children adoptive homes before they age out of the foster care system through the production of personalized videos of foster children who are waiting for adoption. Funding must be used to renovate a building to create a safe living space, provide life skills training, assist with the transition into adulthood, and provide counseling for youth who have aged out of foster care.

Sec. 1952. (1) From the funds appropriated in part 1 for ARP - PACE program supports, the department shall allocate \$9,000,000.00 of state fiscal recovery fund revenue to assist with facility costs, equipment costs, and any other start-up costs associated with establishing not fewer than 3 programs of all-inclusive care for the elderly locations in rural, underserved communities.

(2) From the funds appropriated in part 1 for ARP - PACE program supports, the department shall allocate \$31,000,000.00 of state fiscal recovery fund revenue to assist current PACE programs with any eligible COVID-related costs, services, or programming.

(3) Funds allocated under this section do not constitute a future guarantee of permitting approval for any project.

(4) The funds allocated under this section must be expended in

1 compliance with federal regulations established under the American  
2 rescue plan act of 2021, Public Law 117-2, including all  
3 regulations and requirements around the use of the state fiscal  
4 recovery fund.

5       Sec. 1953. From the funds appropriated in part 1 for autism  
6 comprehensive care center, the department shall allocate  
7 \$2,500,000.00 to a nonprofit organization with at least 20 years of  
8 experience providing behavioral services and with at least 11 sites  
9 across this state with a main office located in a county with a  
10 population between 1,200,000 and 1,500,000, according to the most  
11 recent federal decennial census and in a city with a population  
12 between 24,000 and 24,500, according to the most recent federal  
13 decennial census for capital expenses, services, and program  
14 operations for an autism comprehensive care center that would  
15 provide personalized services, including, but not limited to, the  
16 following:

17       (a) Autism programming, including screening, evaluations,  
18 therapy offerings, and intensive behavioral care and support.

19       (b) Speech and occupational therapy.

20       (c) Family and sibling therapy.

21       (d) Experiential life skills.

22       Sec. 1954. (1) From the funds appropriated in part 1 for ARP -  
23 first responder and public safety staff mental health, the  
24 department shall allocate \$7,500,000.00 toward a grant program to  
25 support firefighters, police officers, emergency medical services  
26 personnel, public safety tele-communicators, local correctional  
27 officers, juvenile detention employees, and those working on  
28 special teams such as internet sex crimes, sexual crimes against  
29 children, or traffic fatalities suffering from post-traumatic

1 stress syndrome and other mental health conditions. The grant  
2 program must primarily provide grants to behavioral health  
3 providers and may also include funding to the Michigan crisis and  
4 action line established under section 165 of the mental health  
5 code, 1974 PA 258, MCL 330.1165, to improve information and  
6 referrals for these services. The grant program must coordinate and  
7 integrate with the Michigan crisis and access line established  
8 under section 165 of the mental health code, 1974 PA 258, MCL  
9 330.1165.

10 (2) The unexpended funds appropriated in part 1 for ARP -  
11 first responder and public safety staff mental health are  
12 designated as a work project appropriation. Unencumbered or  
13 unallotted funds shall not lapse at the end of the fiscal year and  
14 shall be available for expenditures under this section until the  
15 project has been completed. All of the following is in compliance  
16 with section 451a of the management and budget act, 1984 PA 431,  
17 MCL 18.1451a:

18 (a) The purpose of the project is to ensure that first  
19 responder and public safety staff who are dealing with post-  
20 traumatic stress syndrome and other mental health conditions have  
21 access to enhanced mental health services.

22 (b) The project will be accomplished by utilizing state  
23 employees, contracts with vendors, or local partners.

24 (c) The estimated completion cost of the project is  
25 \$7,500,000.00.

26 (d) The tentative completion date is September 30, 2027.

27 Sec. 1955. From the funds appropriated in part 1 for  
28 behavioral health patient health information tool, the department  
29 shall allocate \$850,000.00 to create an online and interactive

1 version of the protected health information consent tool and make  
2 any revisions to the tool to reflect any recent legislative  
3 changes. The contracting entity that receives the funds  
4 appropriated in this section shall also develop accompanying  
5 trainings and resources for users. Additionally, the contracting  
6 entity that receives the funds appropriated in this section shall  
7 work closely with the Michigan health information network and the  
8 department to develop the technical specifications for integrating  
9 the protected health information consent tool with other relevant  
10 systems and applications, including, but not limited to,  
11 CareConnect 360.

12 Sec. 1956. From the funds appropriated in part 1 for healthy  
13 communities grant, \$100.00 shall be allocated for a 1-time grant to  
14 Leaders Advancing and Helping Communities for community healthy  
15 living, obesity prevention, and substance abuse prevention  
16 programs.

17 Sec. 1957. From the funds appropriated in part 1 for  
18 behavioral health professionals for schools, the department shall  
19 allocate a \$500,000.00 grant to a CMHSP with a primary office  
20 located in a county with a population between 37,000 and 37,500,  
21 according to the most recent federal decennial census and a  
22 \$500,000.00 grant to a CMHSP with a primary office located in a  
23 county with a population between 14,000 and 14,500, according to  
24 the most recent federal decennial census for each CMHSP to provide  
25 mental health professional or counselor visits at each school  
26 within the CMHSP's geographic region for the purpose of providing  
27 1-to-1 care to students.

28 Sec. 1958. From the funds appropriated in part 1 for narcotics  
29 awareness program, the department shall allocate \$100.00 to a

1 nonprofit organization organized under the laws of this state that  
2 is exempt from federal income tax under section 501(c)(3) of the  
3 internal revenue code of 1986, 26 USC 501, and with headquarters in  
4 a charter township with a population between 100,000 and 105,000,  
5 according to the most recent federal decennial census within a  
6 county with a population between 700,000 and 1,000,000, according  
7 to the most recent federal decennial census. To be eligible to  
8 receive funding, the nonprofit organization must have a stated  
9 mission to offer community-based, compassionate, best-  
10 practice/evidence-based services to those suffering from addiction,  
11 as well as their loved ones, and to erase the stigma of addiction  
12 and instill compassion and hope.

13 Sec. 1959. From the funds appropriated in part 1 for bone  
14 marrow donor and blood bank programs, the following allocations  
15 must be made to a blood center with a stem cell (marrow) program  
16 that is the partner of the match registry of the National Marrow  
17 Donor Program and that is in a city with a population between  
18 198,000 and 199,000, according to the most recent federal decennial  
19 census:

20 (a) \$50.00 must be used to offset ongoing tissue typing  
21 expenses associated with donor recruitment and collection services  
22 and to expand those services to better serve the citizens of this  
23 state.

24 (b) \$50.00 must be used to enhance the collection of fetal  
25 umbilical cord blood and stem cells for transplant, expand cord  
26 blood laboratory capabilities, and expand the diversity of  
27 collections.

28 Sec. 1960. From the funds appropriated in part 1 for child  
29 advocacy centers, the department shall allocate \$200,000.00 to a

1 child advocacy center located in a county with a population between  
2 115,000 and 125,000, according to the most recent federal decennial  
3 census to establish a new building and expand services available to  
4 children who are victims of abuse and to their families.

5 Sec. 1961. (1) From the funds appropriated in part 1 for jail  
6 diversion fund, the department shall allocate \$100.00 to create the  
7 jail diversion fund. The jail diversion fund shall be administered  
8 by the mental health diversion council, in accordance with  
9 recommendations of the Michigan joint task force on jail and  
10 pretrial incarceration.

11 (2) The mental health diversion council shall distribute  
12 grants to local entities for the purpose of establishing or  
13 expanding jail diversion programs in partnership with local law  
14 enforcement and private or public behavioral health service  
15 providers. Grants must be distributed as follows:

16 (a) Half shall be distributed to community-based mobile crisis  
17 intervention services in partnership between law enforcement and  
18 mental health practitioners. The mental health diversion council  
19 must give priority to grant applications that demonstrate a  
20 commitment to a comprehensive co-response model that includes at  
21 least all of the following:

22 (i) Full integration with existing 911 dispatch centers.

23 (ii) Inclusion of both co-responder clinicians and co-responder  
24 peers.

25 (iii) Access to residential treatment facilities.

26 (iv) Inclusion of telehealth response and follow-up services.

27 (v) Mental health professionals employed independently from  
28 law enforcement.

29 (vi) Other best practices as identified by the council.

1 (b) Half shall be distributed to any type of pre-arrest or  
2 post-arrest diversion program in which individuals with behavioral  
3 health needs are identified and diverted out of the criminal  
4 justice system. The mental health diversion council must give  
5 priority to local entities located in counties without an urbanized  
6 area of at least 50,000 people, according to the 2010 federal  
7 decennial census.

8 (3) Grant applications may be made by any applicable local  
9 entity and must be distributed to local entities using a  
10 prospective payment methodology.

11 (4) The department shall seek federal authority as outlined  
12 under section 9813 of the American Rescue Plan Act of 2021, Public  
13 Law 117-2, to utilize enhanced federal Medicaid matching funds for  
14 the operation of the programs described in this section. It is the  
15 intent of the legislature that local entities receiving grants  
16 under this section partner with philanthropic organizations to  
17 supplement state funding.

18 (5) Local entities receiving grants under this section must  
19 submit a report containing metrics pertinent to the progress of  
20 their diversion program to the mental health diversion council  
21 annually. The council must compile and submit an annual report to  
22 the senate and house appropriations subcommittees on the department  
23 budget, the senate and house fiscal agencies, the senate and house  
24 policy offices, and the state budget office and make the report  
25 publicly available within 30 days after receiving the report. Local  
26 entities may utilize a portion of grant funding received under this  
27 section to contract with independent organizations for the purpose  
28 of fulfilling this requirement. The mental health diversion council  
29 shall determine the specific metrics required and notify the local



1 entities at the time of the first grant disbursement. Metrics for  
2 grants may include, but are not limited to, all of the following:

3 (a) The number of calls to which co-responders are dispatched  
4 alone and the number of calls to which co-responders are dispatched  
5 alongside law enforcement.

6 (b) The number of calls transferred to telehealth co-  
7 responders with physical response follow-up and the number of calls  
8 transferred to telehealth co-responders without physical response  
9 follow-up.

10 (c) The law enforcement call clear time when co-responders are  
11 dispatched, and the law enforcement call clear time when co-  
12 responders are not dispatched.

13 (d) The co-responder, co-responder clinician, and co-responder  
14 peer call time per call.

15 (e) The number of co-responder-attended calls resulting in the  
16 following:

17 (i) Jail admission.

18 (ii) On-location de-escalation.

19 (iii) Crisis center or crisis stabilization unit residential  
20 admission.

21 (iv) Behavioral health facility inpatient admission.

22 (v) Referral for behavioral or mental health services without  
23 residential or inpatient admission.

24 (vi) Referral to community or social services such as homeless  
25 shelters, women's shelters, food pantries, or other similar  
26 services.

27 (f) The number of individuals served by co-responder-attended  
28 calls broken down by age, gender, and race and ethnicity.

29 (g) The reduction in frequency of law enforcement interaction

1 with known frequently served individuals.

2 (h) The number of follow-up visits, including method and  
3 location.

4 (i) The overall program costs broken down by administration,  
5 training, co-responder clinician, co-responder, and per-call costs.

6 (6) The unexpended funds appropriated in part 1 for jail  
7 diversion fund are designated as a work project appropriation, and  
8 any unencumbered or unallotted funds do not lapse at the end of the  
9 fiscal year and are available for expenditures for projects under  
10 this section until the fund is depleted. The following is in  
11 compliance with section 451a(1) of the management and budget act,  
12 1984 PA 431, MCL 18.1451a:

13 (a) The purpose of the project is to distribute grant funds to  
14 local entities establishing or expanding jail diversion programs.

15 (b) The projects will be accomplished through grants to local  
16 entities establishing or expanding jail diversion programs in  
17 partnership with local law enforcement and private or public  
18 behavioral health service providers.

19 (c) The total estimated cost of the work project is \$100.00.

20 (d) The tentative completion date is September 30, 2027.

21 Sec. 1962. From the funds appropriated in part 1 for  
22 children's health care, the department shall match 100% of any  
23 private funds, up to \$100.00 for a grant to a nonprofit health care  
24 facility with less than 190 beds that is affiliated with a  
25 physician partner group to build a children's rehabilitation  
26 hospital. To be eligible for funding under this section, the  
27 nonprofit health care facility must be located in a county with a  
28 population between 450,000 and 850,000, according to the most  
29 recent federal decennial census, in a city with a population

1 between 80,000 and 250,000, according to the most recent federal  
2 decennial census.

3 Sec. 1963. From the funds appropriated in part 1 for the  
4 committee on juvenile justice grants, the department shall allocate  
5 \$500,000.00 to reestablish in-home care grants for in-home care and  
6 community-based juvenile justice services for rural counties as an  
7 alternative to residential placement by juvenile courts.

8 Sec. 1964. From the funds appropriated in part 1 for domestic  
9 violence prevention and treatment, the department shall allocate  
10 \$210,300.00 for operating expenses and providing violence  
11 prevention programs to a community shelter located in a county with  
12 a population between 62,400 and 62,500, according to the most  
13 recent federal decennial census. The community shelter must have a  
14 mission to provide a temporary, secure, nurturing environment, and  
15 support to enable victims of domestic violence to make appropriate  
16 life-altering changes.

17 Sec. 1965. From the funds appropriated in part 1 for doula  
18 care services initiative, \$100.00 shall be allocated for a pilot  
19 program to provide doula care services for high-risk families.

20 Sec. 1966. (1) From the funds appropriated in part 1 for human  
21 trafficking victims inclusive services grant program, the  
22 department shall allocate \$1,000,000.00 to create and implement the  
23 human trafficking victims services expansion pilot program. The  
24 pilot program shall utilize victim-centered and trauma informed  
25 approaches to serve human trafficking victims.

26 (2) The human trafficking victims services expansion pilot  
27 program is a 3-year project administered by the division of victim  
28 services and shall do all of the following:

29 (a) Encourage the development of specific and dedicated human

1 trafficking victims services.

2 (b) Focus on building capacity within eligible organizations  
3 to offer services specifically designed to meet the needs of human  
4 trafficking victims.

5 (c) Provide training and technical assistance to established  
6 organizations that support the development of human trafficking  
7 victims services that align with the criteria set forth in  
8 subsection (4).

9 (d) Increase organizations' capacity to provide victim  
10 services designed to meet the unique needs of human trafficking  
11 victims.

12 (e) Fund human trafficking service organizations that agree to  
13 develop services and accompanying policies and procedures for human  
14 trafficking victims aligned with the criteria of subsection (4).

15 (3) By January 1 of the current fiscal year, the division of  
16 victim services shall make available to eligible entities the human  
17 trafficking victims service expansion pilot request for proposal.

18 (4) In order to be considered for funding under the human  
19 trafficking victims service expansion pilot program, eligible  
20 organizations must meet all of the following:

21 (a) Be a nonprofit organization that is exempt from taxation  
22 under section 501(c)(3) of the internal revenue code, 26 USC 501.

23 (b) Have engaged in at least 1 year of providing human  
24 trafficking victims services or demonstrate meaningful  
25 collaboration with a human trafficking organization in its  
26 community.

27 (c) Adhere to the mission of the human trafficking health  
28 advisory board created in the human trafficking health advisory  
29 board act, 2014 PA 461, MCL 752.991 to 752.994.

1 (d) Agree to develop policies and procedures and provide  
2 services in accordance with the standards set forth by the division  
3 of victim services throughout the duration of the pilot program  
4 that include, at a minimum, both of the following:

5 (i) Providing victim-centered services.

6 (ii) Providing empowerment-based services that encourage self-  
7 determination.

8 (5) The unexpended portion of funds appropriated in part 1 for  
9 human trafficking victims inclusive services grant program is  
10 designated as a work project appropriation. Any unencumbered or  
11 unallotted funds shall not lapse at the end of the fiscal year and  
12 shall be available for expenditure for the project under this  
13 section until the project has been completed. The following is in  
14 compliance with section 451a(1) of the management and budget act,  
15 1984 PA 431, MCL 18.1451a:

16 (a) The purpose of the work project is to provide funding for  
17 human trafficking victims services expansion pilot as provided by  
18 this section.

19 (b) The project will be accomplished through funding to the  
20 division of victim services for administration of the pilot  
21 program.

22 (c) The total estimated cost of the work project is  
23 \$1,000,000.00.

24 (d) The estimated completion date is September 30, 2027.

25 (6) As used in this section, "human trafficking" means any of  
26 the following:

27 (a) Sex trafficking in which a commercial sex act is induced  
28 by force, fraud, or coercion, or in which the person induced to  
29 perform that act has not attained 18 years of age.

1 (b) The recruitment, harboring, transportation, provision, or  
2 obtaining of a person for labor or services, through the use of  
3 force, fraud, or coercion for the purpose of subjection to  
4 involuntary servitude, peonage, debt bondage, or slavery.

5 (c) A violation under chapter LXVIIA of the penal code, 1931  
6 PA 328, MCL 750.462a to 750.462h.

7 Sec. 1967. From the funds appropriated in part 1 for food  
8 distribution, the department shall allocate \$500,000.00 for a grant  
9 to a nonprofit, community-based organization that specializes in  
10 the distribution of surplus and donated food for low-income  
11 families. The organization must operate in at least 40 counties in  
12 this state, and the grant must be used for maintenance and  
13 improvements for a facility located in a county with a population  
14 between 657,900 and 658,000, according to the most recent federal  
15 decennial census, in a city with a population between 54,300 and  
16 54,400, according to the most recent federal decennial census.

17 Sec. 1968. From the funds appropriated in part 1 for foster  
18 care services, the department shall allocate \$1,000,000.00 to a  
19 nonprofit, community-based organization organized under the laws of  
20 this state that is exempt from federal income tax under section  
21 501(c)(3) of the internal revenue code of 1986, 26 USC 501, with  
22 the mission to ensure that individuals with developmental  
23 disabilities are valued in order that they and their families can  
24 fully participate in and contribute to their community, to provide  
25 supports for special education system navigation, and to improve  
26 educational outcomes for youth in foster care who have a diagnosed  
27 disability or suspected disability.

28 Sec. 1969. From the funds appropriated in part 1 for Great  
29 Lakes recovery center, the department shall allocate a grant of

1 \$250,000.00 for costs related to a women's recovery center and  
2 men's campus to a nonprofit organization accredited by CARF  
3 International with a mission to empower recovery through hope and  
4 change and that provides a variety of behavioral health services  
5 across the Upper Peninsula.

6 Sec. 1970. (1) From the funds appropriated in part 1 for  
7 health workforce development, the department shall allocate all of  
8 the following:

9 (a) \$500,000.00 general fund/general purpose revenue shall be  
10 allocated for a 4-year pilot program to increase the number of  
11 prepared psychiatric-mental health nurse practitioners to expand  
12 access to mental health services and provide care in underserved  
13 communities throughout this state. The office of nursing programs  
14 may oversee the program. The pilot program shall be through a  
15 college of nursing at a 4-year state university located in a county  
16 with a population greater than 1,500,000, according to the most  
17 recent federal decennial census.

18 (b) \$1,600,000.00 general fund/general purpose revenue must be  
19 allocated for a 4-year pilot program to increase the number of  
20 prepared psychiatric-mental health nurse practitioners to expand  
21 access to mental health services and provide care in underserved  
22 communities throughout this state. The office of nursing programs  
23 may oversee the pilot program. The pilot program must be through a  
24 college of nursing at a 4-year state university located in a county  
25 with a population between 284,000 and 285,000, according to the  
26 most recent federal decennial census.

27 (c) \$1,650,000.00 general fund/general purpose revenue must be  
28 allocated for a 4-year pilot certification program to train social  
29 workers to manage crisis stabilization to increase the number of

1 social workers managing crisis stabilization. The pilot  
2 certification program must be through a school of social work at a  
3 4-year state university located in a county with a population  
4 greater than 1,500,000, according to the most recent federal  
5 decennial census.

6 (d) \$2,800,000.00 general fund/general purpose revenue must be  
7 allocated for a program to train direct care workers using a  
8 comprehensive, person-centered training program that provides  
9 direct care workers with the skills needed to deliver in-home,  
10 high-quality supports and services. The program must be provided by  
11 an organization that is a coalition of researchers, direct care  
12 workers, clients, and agencies working to develop, build, and  
13 strengthen a competent direct care workforce.

14 (2) The unexpended portion of funds appropriated in part 1 for  
15 health workforce development is designated as a work project  
16 appropriation. Any unencumbered or unallotted funds shall not lapse  
17 at the end of the fiscal year and shall be available for  
18 expenditure for the programs under this section until the programs  
19 have been completed. All of the following is in compliance with  
20 section 451a(1) of the management and budget act, 1984 PA 431, MCL  
21 18.1451a:

22 (a) The purpose of the work project is to provide and expand  
23 health workforce development through 4 projects to increase the  
24 number of psychiatric-mental health nurse practitioners, train  
25 social workers to manage crisis stabilization, and provide skills  
26 development and training for direct care workers.

27 (b) The work project will be accomplished through funding to  
28 an organization and 4-year state universities with oversight by the  
29 department and the office of nursing programs.



1 (c) The total estimated completion cost of the work project is  
2 \$6,550,000.00 of general fund/general purpose revenue.

3 (d) The estimated completion date of the work project is  
4 September 30, 2027.

5 Sec. 1971. (1) From the funds appropriated in part 1 for human  
6 trafficking victims inclusive services grant program, the  
7 department shall allocate \$250,000.00 to counties or coalitions of  
8 counties to support collaborative teams to address human  
9 trafficking and coordinate with specialists in the department of  
10 state police and Federal Bureau of Investigation.

11 (2) Collaborative teams shall facilitate trauma-informed  
12 support throughout each county within multidisciplinary groups to  
13 engage law enforcement, health care professionals, and entities  
14 that provide survivor-centered services and are collectively  
15 focused on providing advocacy to human trafficking survivors.  
16 Collaborative teams are tasked with the prevention of opportunities  
17 for predators to engage in both sex and labor trafficking.

18 (3) The department shall allocate grants to counties or  
19 coalitions of counties in amounts ranging from \$3,000.00 to  
20 \$20,000.00 that can be used to pay for human trafficking-related  
21 training, equipment, supplies, meeting expenses, and victim  
22 services.

23 Sec. 1972. From the funds appropriated in part 1 for long-term  
24 care quality improvement, the department shall allocate \$100.00 to  
25 supplement a Michigan Health Endowment Fund grant award to a  
26 nonprofit research and consulting organization that is focused on  
27 designing and implementing solutions to improve the health of  
28 individuals with fewer financial resources and populations  
29 disenfranchised by the health care system for training, coaching,

1 and technical assistance in long-term care facilities to implement  
2 person-centered practices that enable staff to recognize and  
3 intervene to help residents who are struggling to cope with loss,  
4 loneliness, depression, lack of appetite, weight loss, and other  
5 manifestations of stress.

6 Sec. 1973. From the funds appropriated in part 1 for mediation  
7 services, the department shall allocate \$40,000.00 to a nonprofit  
8 organization located in a county with a population between 290,000  
9 and 300,000, according to the most recent federal decennial census,  
10 in a charter township with a population between 30,000 and 40,000,  
11 according to the most recent federal decennial census, that  
12 provides mediation services using a co-mediator approach to add 1  
13 additional mediator to provide mediation services within a county  
14 with a population between 290,000 and 300,000, according to the  
15 most recent federal decennial census, a county with a population  
16 between 115,000 and 125,000, according to the most recent federal  
17 decennial census, and a county with a population between 62,000 and  
18 63,000, according to the most recent federal decennial census.

19 Sec. 1974. From the funds appropriated in part 1 for parental  
20 stress and child mental health programs, the department shall  
21 allocate \$500,000.00 to a nonprofit organization that has at least  
22 20 years of experience providing behavioral services with at least  
23 11 sites across this state, that has a main office located in a  
24 county with a population between 1,200,000 and 1,500,000, according  
25 to the most recent federal decennial census, and in a city with a  
26 population between 24,000 and 24,500, according to the most recent  
27 federal decennial census, and that has a purpose to increase  
28 evidence-based family and children services programs for parental  
29 stress and child mental health at schools and at other locations of

1 community partnerships. The funds may be used for additional  
2 staffing, evidence-based training, parent curriculum platforms,  
3 telehealth services technology, or health monitoring.

4 Sec. 1975. From the funds appropriated in part 1 for pathway  
5 hub, the department shall allocate \$3,400,000.00 to a health care  
6 provider working with a health plan and a federally qualified  
7 health center for existing services and implementation of a pathway  
8 hub at a community health center located in a city with a  
9 population between 9,500 and 10,000, according to the most recent  
10 federal decennial census, and within a county with a population  
11 between 170,000 and 180,000, according to the most recent federal  
12 decennial census, to support the social and medical needs of the  
13 community served by the community health center. The funds  
14 appropriated in this section must be used for start-up costs and  
15 first-year costs of implementing a pathway hub model for the  
16 surrounding community, including any of the following:

- 17 (a) Data integration.
- 18 (b) Care managers or recovery coaches.
- 19 (c) Mobile health units.
- 20 (d) Behavioral health urgent care.
- 21 (e) Supplemental health care, including medical adherence, air  
22 conditioning units, or home blood pressure cuffs.
- 23 (f) Smoking cessation.
- 24 (g) Maternal health.
- 25 (h) Nutrition.
- 26 (i) Dental health.

27 Sec. 1976. From the funds appropriated in part 1 for  
28 technology upgrades, the department shall do both of the following:

- 29 (a) Allocate \$100.00 general fund/general purpose revenue, and

1 any associated federal revenue, in order to support application  
2 technology upgrades for the Michigan Medicaid information system.  
3 The purpose of these funds is to support improvements to enhance  
4 system security and enable implementation of state and federal  
5 compliance measures.

6 (b) Allocate \$400,000.00 general fund/general purpose revenue,  
7 and any associated federal revenue, in order to support an  
8 automated collaboration software system and portal with the purpose  
9 of promoting administrative simplification between state health  
10 care contractors to streamline receipt, validation, and  
11 visualization of health plan contract performance. The system must  
12 provide a centralized communication and collaboration portal for 1-  
13 stop submission of contract deliverables, and support performance  
14 visualizations to help improve quality, address social determinants  
15 of health, and reduce health disparities through transparent  
16 collaboration between state health care payers and their health  
17 plans.

18 Sec. 1977. From the funds appropriated in part 1 for safe  
19 harbor, the department shall allocate \$100.00 as grant funding to  
20 the Salvation Army to work in collaboration with the department,  
21 local hospitals, Medicaid health plans, and PIHPs, for a safe  
22 harbor program to improve service delivery utilizing a  
23 multidisciplinary team approach in coordination of care, including  
24 medical, behavioral health, and substance use disorder  
25 professionals, working together to provide prompt substance use  
26 disorder engagement, assessment, education, encouragement,  
27 transportation, and coordination of integrative health services.  
28 The Salvation Army must leverage existing capabilities in providing  
29 these supports and services.

1           Sec. 1978. From the funds appropriated in part 1 for teen  
2 walk-in mental health, the department shall allocate \$50,000.00 to  
3 a nonprofit organization whose registered agent is located in a  
4 county with a population between 290,000 and 300,000, according to  
5 the most recent federal decennial census, in a township with a  
6 population between 18,100 and 19,000, according to the most recent  
7 federal decennial census, that is focused on the development and  
8 implementation of mental wellness resources and services with a  
9 mission to empower teens, young adults, and their support networks  
10 to prevent suicide and achieve lifelong mental wellness. The funds  
11 must be used for any of the following:

- 12           (a) Mental health symptom education.
- 13           (b) Individual and family access to service navigation.
- 14           (c) Access to mental health support groups and services.
- 15           (d) Community education and engagement.
- 16           (e) Suicide and mental health screening.
- 17           (f) Capital expenditures related to the establishment of a  
18 dedicated site for services.

19           Sec. 1979. From the funds appropriated in part 1 for wellness  
20 center pilot project, the department shall allocate \$1,000,000.00  
21 for the purpose of developing a wellness center pilot project  
22 incorporating a community adult day center and mixed-use affordable  
23 housing to help individuals prepare for, access, and afford long-  
24 term care services and supports for a planned build in a county  
25 with a population of less than 35,000, according to the most recent  
26 federal decennial census, within the region VII area agency on  
27 aging geographic area.

28           Sec. 1980. From the funds appropriated in part 1 for wrap-  
29 around services, the department shall allocate \$200,000.00 for a

1 grant to a nonprofit, community-based organization that provides  
2 wrap-around services designed to promote achievement through  
3 targeting both academic and nonacademic barriers to learning during  
4 out-of-school periods. The grant must be used for maintenance and  
5 improvements to an existing facility located in a county with a  
6 population between 103,800 and 103,900, according to the most  
7 recent federal decennial census, in a city with a population  
8 between 32,600 and 32,700, according to the most recent federal  
9 decennial census.

10 Sec. 1984. (1) From the funds appropriated in part 1 for ARP -  
11 behavioral health care services and facilities and behavioral  
12 health care services and facilities, the department shall allocate  
13 \$263,600,000.00 in response to the broad impact the COVID-19  
14 pandemic has had on individuals' behavioral health. From the funds  
15 allocated in this section, the department must allocate all of the  
16 following:

17 (a) \$85,000,000.00 for the planning and construction of a new  
18 Hawthorn Center for children and adolescents.

19 (b) \$50,000,000.00 to a nonprofit organization that offers a  
20 full continuum of behavioral health services, including psychiatric  
21 urgent care, inpatient and partial hospitalization, residential,  
22 outpatient, and teletherapy services, addiction treatment and  
23 recovery, extensive child and adolescent programs, and senior care  
24 services with a campus located in a county with a population  
25 between 600,000 and 700,000, according to the most recent federal  
26 decennial census, in a charter township with a population between  
27 28,000 and 30,000, according to the most recent federal decennial  
28 census, for capital costs of a pediatric behavioral health center  
29 for excellence.

1 (c) \$45,000,000.00 to a CMHSP located in a county with a  
2 population of at least 1,750,000, according to the most recent  
3 federal decennial census for capital costs of an integrated care  
4 center facility that includes a walk-in behavioral health crisis  
5 services center.

6 (d) \$30,000,000.00 to create a 1-time grant program for  
7 entities interested in establishing crisis stabilization units in  
8 accordance with chapter 9A of the mental health code, 1974 PA 258,  
9 MCL 330.1971 to 330.1979. Grant applicants must demonstrate to the  
10 department how the requested grant funding will be used for  
11 certification standards and requirements or for obtaining  
12 accreditation requirements. The department shall allocate the funds  
13 described in this subdivision as follows:

14 (i) \$6,000,000.00 is allocated to a CMHSP located in a county  
15 with a population of at least 1,750,000, according to the most  
16 recent federal decennial census to establish a crisis stabilization  
17 unit.

18 (ii) \$3,000,000.00 is allocated to a CMHSP with a primary  
19 office located in a county with a population between 270,000 and  
20 290,000 according to the most recent federal decennial census, to  
21 establish a crisis stabilization unit.

22 (iii) \$3,000,000.00 is allocated to a CMHSP located in a county  
23 with a population between 600,000 and 700,000, according to the  
24 most recent federal decennial census, to establish a crisis  
25 stabilization unit.

26 (iv) \$3,000,000.00 is allocated to a CMHSP located in a county  
27 with a population between 260,000 and 265,000, according to the  
28 most recent federal decennial census, to establish a crisis  
29 stabilization unit.

1           (v) \$3,000,000.00 is allocated to a CMHSP located in a county  
2 with a population between 400,000 and 450,000, according to the  
3 most recent federal decennial census, to establish a crisis  
4 stabilization unit.

5           (vi) \$3,000,000.00 is allocated to a CMHSP with a primary  
6 office located in a county with a population between 65,500 and  
7 66,500, according to the most recent federal decennial census, to  
8 establish a crisis stabilization unit.

9           (vii) \$3,000,000.00 is allocated to a CMHSP with a primary  
10 office located in a county with a population between 95,000 and  
11 96,000, according to the most recent federal decennial census, to  
12 enhance the CMHSP's crisis welcoming center that shall serve as the  
13 foundation for a future crisis stabilization unit.

14           (viii) \$6,000,000.00 is allocated as competitive grants to  
15 private entities to establish crisis stabilization units. Each  
16 grant described in this subparagraph must not exceed \$3,000,000.00.

17           (e) \$11,000,000.00 to a health system associated with a 4-year  
18 medical school located in a county with a population between  
19 350,000 and 390,000, according to the most recent federal decennial  
20 census, for capital costs to expand its adolescent and children's  
21 emergency psychiatry unit through the addition of a dedicated  
22 emergency room for children and adolescents and to establish a  
23 behavioral health day program for children and adults who require  
24 more comprehensive support for their mental health needs.

25           (f) \$10,000,000.00 to create a 1-time grant program for  
26 entities interested in establishing psychiatric residential  
27 treatment facilities in accordance with section 137a of the mental  
28 health code, 1974 PA 258, MCL 330.1137a. Grant applicants must  
29 demonstrate to the department how the requested grant funding will



1 be used for certification standards and requirements or for  
2 obtaining accreditation requirements.

3 (g) \$10,000,000.00 to a wellness center to develop an  
4 adolescent behavioral wrap-around health care program in an  
5 underserved area. The wellness center must meet all of the  
6 following requirements:

7 (i) Be dedicated to enhancing the well-being of individuals by  
8 providing an array of comprehensive behavioral and physical health  
9 services in a trauma-informed environment and promoting quality of  
10 life, continuous improvement, social awareness, and healing.

11 (ii) Have its administrative office located in a county with a  
12 population of at least 1,750,000, according to the most recent  
13 federal decennial census, in a city with a population between  
14 109,000 and 111,000, according to the most recent federal decennial  
15 census.

16 (iii) Be accredited by CARF International.

17 (h) \$5,000,000.00 to a nonprofit Michigan health care system  
18 organized under the laws of this state that is exempt from federal  
19 income tax under section 501(c)(3) of the internal revenue code of  
20 1986, 26 USC 501, that is located in a county with a population  
21 between 25,400 and 25,800 according to the most recent federal  
22 decennial census and in a city with a population between 4,500 and  
23 5,000 according to the most recent federal decennial census for the  
24 purpose of creating an adolescent partial hospitalization program  
25 that will serve at least 20 adolescent patients and supporting  
26 emergency unit safe rooms for behavioral health patients.

27 (i) \$5,000,000.00 to create a 1-time grant for capital  
28 expenditures for not less than 1 hospital to increase the number of  
29 inpatient pediatrics psychiatric beds located in a county with a

1 population between 190,000 and 191,000, or 103,000 and 104,000,  
2 according to the most recent federal decennial census.

3 (j) \$5,000,000.00 to create a 1-time grant for capital  
4 expenditures for not less than 1 hospital to increase the number of  
5 inpatient pediatrics psychiatric beds located in a county with a  
6 population between 260,000 and 265,000, or 154,000 and 154,500,  
7 according to the most recent federal decennial census.

8 (k) \$3,600,000.00 to renovate unused current space and update  
9 the layout to increase the number of private inpatient psychiatric  
10 rooms at a hospital located in a county with a population between  
11 36,500 and 36,800, according to the most recent federal decennial  
12 census, in a charter township with a population of at least 4,000,  
13 according to the most recent federal decennial census, in response  
14 to "no roommate orders" and to increase levels of acuity of  
15 behavioral health patients.

16 (l) \$3,000,000.00 to a nonprofit Michigan health care system  
17 organized under the laws of this state that is exempt from federal  
18 income tax under section 501(c)(3) of the internal revenue code of  
19 1986, 26 USC 501, that is located in a county with a population  
20 between 25,400 and 25,800, according to the most recent federal  
21 decennial census, and in a city with a population between 4,500 and  
22 5,000, according to the most recent federal decennial census, for  
23 the purpose of supporting an emergency psychiatric assessment,  
24 treatment, and healing (EmPATH) unit. The EmPATH unit shall provide  
25 immediate access to an emergency psychiatrist, and staff shall be  
26 trained for the needs of EmPATH unit patients. Funding must also  
27 include at least 10 additional psychiatric beds to serve, at a  
28 minimum, patient emergency behavioral health needs.

29 (m) \$1,000,000.00 to a nonprofit health care system organized

1 under the laws of this state that is exempt from federal income tax  
2 under section 501(c)(3) of the internal revenue code of 1986, 26  
3 USC 501, for a pilot program located in a county with a population  
4 between 280,000 and 290,000, according to the most recent federal  
5 decennial census, for the purpose of operating a pilot program to  
6 ensure that the behavioral and physical health needs of Michigan  
7 residents are addressed. This pilot program shall seek to provide  
8 additional behavioral health services in a more efficient manner  
9 due to a partnership with state-based institutions on staffing  
10 assistance and shared services with a Michigan-based health system.

11 (2) The funds allocated under this section must be expended in  
12 compliance with federal regulations established under the American  
13 rescue plan act of 2021, Public Law 117-2, including all  
14 regulations and requirements around the use of the state fiscal  
15 recovery fund, including, but not limited to, behavioral health  
16 care and capital expenditures.

17 (3) Funds allocated under this section do not constitute a  
18 future guarantee of permitting approval for any project.

19 (4) The unexpended funds appropriated in part 1 for ARP -  
20 behavioral health care services and facilities and behavioral  
21 health care services and facilities are designated as a work  
22 project appropriation. Any unencumbered or unallotted funds shall  
23 not lapse at the end of the fiscal year and shall be made available  
24 for behavioral health care services and facilities. The following  
25 is in compliance with section 451a of the management and budget  
26 act, 1984 PA 431, MCL 18.1451a:

27 (a) The purpose of the project is to provide behavioral health  
28 care in response to the broad impact the COVID-19 pandemic has had  
29 on individuals' behavioral health in accordance with all applicable

1 state and federal requirements.

2 (b) The project will be accomplished by utilizing state  
3 employees or contracts with service providers, or both.

4 (c) The total estimated cost of the project is  
5 \$263,600,000.00.

6 (d) The tentative completion date is September 30, 2027.

7 Sec. 1987. (1) From the funds appropriated in part 1 for food  
8 security council, \$100.00 is allocated for all of the following:

9 (a) An assessment of information technology investments, and  
10 associated costs, that would be necessary to effectively coordinate  
11 with other departments, agencies, and information technology  
12 systems in this state in order to improve access to public  
13 assistance programs and community resources that improve food  
14 security.

15 (b) Building food supply for distribution during declarations  
16 of disaster or emergency.

17 (c) Expanding food assistance infrastructure, including new  
18 buildings in northern Michigan to serve northern Michigan and the  
19 Upper Peninsula.

20 (d) Pandemic response efforts, including support to local food  
21 banks and organizations for food purchasing.

22 (2) By March 1 of the current fiscal year, the department  
23 shall report the findings of the information technology investments  
24 assessment required under subsection (1) to the house and senate  
25 appropriations subcommittees on the department budget, the house  
26 and senate fiscal agencies, the house and senate policy offices,  
27 and the state budget office.

28 Sec. 1989. From the funds appropriated in part 1 for home  
29 repair and plumbing assistance grants, the department shall

1 establish a grant program administered by community action agencies  
2 to provide assistance to households with incomes at or below 200%  
3 of the federal poverty level for minor home repairs and plumbing  
4 updates to prepare homes for weatherization. The purpose of this  
5 grant program is to allow low-income families to safely remain in  
6 their homes.