

SENATE BILL No. 724

February 13, 1992, Introduced by Senators GEAKE, GAST, EHLERS
and MC MANUS and referred to the Committee on Appropriations.

A bill to amend section 504 of Act No. 111 of the Public Acts of
1991, entitled

"An act to make appropriations for the department of social services and certain state purposes related to public welfare services for the fiscal year ending September 30, 1992; to provide for the expenditure of the appropriations; to create funds; to provide for the imposition of fees; to provide for reports; to provide for the disposition of fees and other income received by the state agency; and to provide for the powers and duties of certain individuals, local governments, and state departments, agencies, and officers,".

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Section 1. Section 504 of Act No. 111 of the Public Acts of 1991 is
2 amended to read as follows:

3 Sec. 504. To achieve ~~the~~ A reduction of costs in the adoption
4 subsidy program, the ~~office of children and youth services~~ DEPARTMENT
5 OF SOCIAL SERVICES shall do all of the following:

1 (a) Screen all residential placements which are subsidized by an
2 adoption medical subsidy to assure the placement and treatment are needed
3 and are in the best interest of the child.

4 (b) Establish a utilization review procedure for cases in which
5 extensive outpatient therapy for severe emotional problems is subsidized
6 by an adoption medical subsidy.

7 (c) In conjunction with professional provider groups, establish fee
8 schedules for treatment of emotional problems subsidized with an adoption
9 medical subsidy.

10 (d) In cooperation with the department of mental health, develop a
11 model for postplacement adoption services, including the screening and
12 monitoring of placements in child caring institutions and psychiatric
13 hospitals.

14 (e) Limit payment for out-of-home placements in child caring insti-
15 tutions and psychiatric hospitals to short-term crisis placements unless
16 the local community mental health board has determined that a long-term
17 placement is needed. Payments for long-term placements shall be limited
18 to a maximum of 6 months.

19 ~~(f) The monthly support subsidy received by a parent subject to an~~
20 ~~adoption subsidy agreement entered into after October 1, 1991, will not~~
21 ~~include the special rate portion of the foster care rate previously paid~~
22 ~~for that child prior to the subsidized adoption.~~