



HOUSE BILL No. 4544

EXECUTIVE BUDGET BILL

March 24, 1993, Introduced by Reps. Allen, Dolan, Bender, McBryde, Gilmer, Sikkema, Johnson, Middleton, Oxender and Bobier and referred to the Committee on Appropriations.

A bill to make appropriations for the department of mental health and certain state purposes related to mental hygiene for fiscal years ending September 30, 1994 and September 30, 1995; to provide for the expenditure of such appropriations; to create funds; to provide for reports; to prescribe the powers and duties of certain state agencies and departments; and to provide for disposition of fees and other income received by the various state agencies.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 101. There is appropriated for the department of mental
2 health for the fiscal year ending September 30, 1994, from the funds
3 identified hereunder:

1 DEPARTMENT OF MENTAL HEALTH

2 APPROPRIATIONS SUMMARY:

3	Full-time equated unclassified positions . . .	6.0
4	Full-time equated classified positions . .	6,699.0
5	GROSS APPROPRIATION	\$1,449,223,500
6	Interdepartmental grant revenues:	
7	IDG-department of corrections	56,771,000
8	Total interdepartmental grants and	
9	intradepartmental transfers	56,771,000
10	ADJUSTED GROSS APPROPRIATION	\$1,392,452,500
11	Federal revenues:	
12	Federal revenue, additional acquired	4,167,800
13	HHS-HCFA, title XIX	292,820,000
14	Federal post-adoption funds	175,000
15	Federal consumer support project	92,500
16	Federal-Omnibus reconciliation act, title XIX,	
17	medicaid	20,122,300
18	Department of public health/office of substance	
19	abuse ADAMHA block grant	500,000
20	DED-OESE, educationally deprived children, state	
21	administration-title I	588,300
22	HHS-OASH	9,807,800
23	Federal-special education	30,000
24	HHS-OHDS, developmental disabilities, basic	
25	support and advocacy grants	2,357,900
26	DAG-FNS, national school lunch program	401,300
27	Stuart B. McKinney homeless assistance act	
28	(title IV)	867,000

1	Federal - initiative for older persons	632,000
2	Federal-public domain oil/gas royalty	700,000
3	Total federal revenues	333,261,900
4	Special revenue funds:	
5	Local-special education revenue	1,120,000
6	Local county match revenues	26,494,500
7	Total local revenues	27,614,500
8	Private-gifts and bequests revenues	2,000,000
9	Private revenue, additional acquired	1,000,000
10	Total private revenues	3,000,000
11	Lease/rental revenue	840,000
12	Act 423 recipient fees and third-party	
13	reimbursements	7,500,000
14	1st/3rd party revenues	26,912,800
15	Miscellaneous revenue	200,000
16	Sheltered workshop revenue	100,000
17	Audit exception/cost settlement revenue	3,625,000
18	Tuition/stipend reimbursement	33,600
19	Total other state restricted revenues	39,211,400
20	State general fund/general purpose	\$ 989,364,700
21	EXECUTIVE PROGRAM	
22	Full-time equated unclassified positions . . .	6.0
23	Full-time equated classified positions . . .	333.5
24	Citizens' mental health advisory councils . . .	\$ 43,900
25	Director--1.0 FTE position	84,800
26	Deputy directors and executive assistants--5.0 FTE	
27	positions	243,200
28	Departmental administration and management--333.5 FTE	

1	positions	26,037,500
2	Expansion of itemized billing implementation . .	723,600
3	Direct care staff training	<u>62,800</u>
4	GROSS APPROPRIATION	\$ 27,195,800
5	Appropriated from:	
6	Federal revenues:	
7	HHS-HCFA, title XIX, medicaid	1,274,500
8	Federal-special education	30,000
9	Special revenue funds:	
10	1st/3rd party revenues	223,600
11	Miscellaneous revenue	135,000
12	Tuition/stipend reimbursement	33,600
13	State general fund/general purpose	\$ 25,499,100
14	FEDERAL AND PRIVATELY FUNDED PROJECTS	
15	Full-time equated positions	22.5
16	Developmental disabilities council and projects	
17	12.0 FTE positions	\$ 2,357,900
18	Central fund for acquiring additional federal	
19	funds	4,167,800
20	Central fund for acquiring additional private	
21	funds	1,000,000
22	Gifts and bequests	2,000,000
23	Homelessness formula grant program--2.0 FTE	
24	positions	1,501,300
25	DED-OESE, ECIA-title I--8.5 FTE positions . . .	588,300
26	M-PASS--Permanency planning projects	<u>233,700</u>
27	GROSS APPROPRIATION	\$ 11,849,000
28	Appropriated from:	

1 Federal revenues:

2	HHS-OHDS, developmental disabilities, basic support	
3	and advocacy grants	2,357,900
4	DED-OESE, educationally deprived children, state	
5	administration-title I	588,300
6	Homelessness formula grant program, (P.L.101-646,	
7	title v)	867,000
8	Federal post-adoption funds	175,000
9	Federal revenues, additional acquired	4,167,800

10 Special Revenues:

11	Private funds, additional acquired	1,000,000
12	Private-gifts and bequests	2,000,000
13	State general fund/general purpose	\$ 693,000

14 FAMILY AND CONSUMER SUPPORT SERVICES

15	Full-time equated positions 2.0	
16	Family support subsidy	\$ 11,093,800
17	Dental program for persons with developmental	
18	disabilities	120,000
19	Pilot projects in prevention for adults and	
20	children--2.0 FTE positions	831,600
21	Consumer involvement program	218,100
22	Multicultural and special needs projects	3,009,500
23	Mental health initiatives for older persons	992,500
24	Protection and advocacy services for persons with	
25	mental illness	356,400
26	Protection and advocacy services for persons	
27	with developmental disabilities	461,900
28	Communities first pilot projects	1,000

1	Foster grandparent and senior companion	
2	program	<u>1,872,400</u>
3	GROSS APPROPRIATION	\$ 18,957,200
4	Appropriated from:	
5	Federal revenues:	
6	Federal-consumer support project	92,500
7	Federal-initiatives for older persons	632,000
8	State general fund/general purpose	\$ 18,232,700
9	COMMUNITY MENTAL HEALTH PROGRAMS	
10	Full-time equated classified positions	13.0
11	Community mental health operations	\$ 703,110,200
12	CMH-purchase of state services contracts	333,936,000
13	CMH-critical needs services	3,846,200
14	Community demand beds	4,538,500
15	Omnibus reconciliation act implementation--13.0	
16	FTE positions	36,538,300
17	Federal mental health block grant	9,807,800
18	CMH-Act 423 fund	<u>7,500,000</u>
19	GROSS APPROPRIATION	\$1,099,277,000
20	Appropriated from:	
21	Federal revenues:	
22	HHS-HCFA, title XIX, medicaid	189,067,100
23	Omnibus reconciliation act - title XIX,	
24	medicaid	20,122,300
25	HHS-OASH mental health block grant	9,807,800
26	ADAMHA-department of public health/office	
27	of substance abuse block grant	500,000
28	Special revenue funds:	

1	Audit exception/cost settlement revenue	2,500,000
2	Act 423 recipient fees and third party	
3	reimbursements	7,500,000
4	State general fund/general purpose	\$ 869,779,800
5	COMMUNITY RESIDENTIAL SERVICES	
6	Full-time equated classified positions . . . 439.0	
7	Community residential and support services for	
8	children with mental illness--7.0 FTE	
9	positions	\$ 4,501,300
10	Community residential and support services for	
11	adults with mental illness--41.0 FTE positions	9,355,600
12	Community residential and support services for	
13	persons with developmental disabilities--365.0	
14	FTE positions	199,306,700
15	Community alternatives for state regional	
16	centers	9,608,500
17	DMB real estate services	251,000
18	Macomb-Oakland site cost--26.0 FTE positions . .	1,735,600
19	Department of public health, ICF/MR	
20	certification reviews	506,200
21	Department of social services, SSI advocacy	
22	for mental health	416,100
23	CMH-purchase of state service contracts	<u>(129,725,900)</u>
24	GROSS APPROPRIATION	\$ 95,955,100
25	Appropriated from:	
26	Federal revenues:	
27	HHS-HCFA, title XIX, medicaid	69,212,300
28	Public domain oil and gas royalties	700,000

1 Special revenue funds:		
2	Audit exception/cost settlement revenue	1,125,000
3	Local county match revenues	8,902,600
4	1st/3rd party revenues	3,497,800
5	State general fund/general purpose	\$ 12,517,400
6 INSTITUTIONAL SERVICES		
7	Full-time equated classified positions . . . 33.0	
8	Worker's compensation program--1.0 FTE position	\$ 11,627,500
9	Psychiatric residency program	3,935,100
10	Early retirement year 3	1,054,000
11	Purchase of medical services for residents of	
12	hospitals and centers	4,143,700
13	Maintenance of property being leased or rented .	95,000
14	Equipment	1,698,000
15	Special maintenance	359,200
16	Compensation for working patients	529,300
17	Special education services---353.0 students . .	3,731,300
18	Special education-hospital deduct	(3,731,300)
19	Closed site and related costs--32.0 FTE	
20	positions	2,464,400
21	Displaced worker assistance projects	55,000
22	Severance pay	<u>6,578,000</u>
23	GROSS APPROPRIATION	\$ 32,539,200
24 Appropriated from:		
25 Special revenue funds:		
26	Lease/rental revenue	840,000
27	State general fund/general purpose	\$ 31,699,200
28 STATE PSYCHIATRIC HOSPITALS		

1	Total average population	1,736.0	
2	Total full-time equated classified		
3	positions	3,290.0	
4	Caro regional mental health center-psychiatric		
5	services unit--249.0 FTE positions	\$	14,006,200
6	Average population	116.0	
7	Clinton Valley center--662.0 FTE positions		41,936,900
8	Average population	375.0	
9	Detroit psychiatric institute--263.0 FTE		
10	positions		18,935,700
11	Average population	140.0	
12	Kalamazoo regional psychiatric hospital--622.0		
13	FTE positions		38,778,100
14	Average population	300.0	
15	Northville regional psychiatric hospital--1,160		
16	FTE positions		75,043,800
17	Average population	600.0	
18	Walter P. Reuther psychiatric hospital--416.0 FTE		
19	positions		27,520,500
20	Average population	260.0	
21	Census reduction savings in state psychiatric		
22	hospitals--(82.0 FTE Positions)		(6,800,000)
23	Average population	(55.0)	
24	CMH-purchase of state services contracts		<u>(169,234,700)</u>
25	GROSS APPROPRIATION	\$	40,186,500
26	Appropriated from:		
27	Federal revenues:		
28	National school lunch program		134,000

1	HHS-HCFA, title XIX, medicaid	4,445,900
2	Special revenue funds:	
3	Local county match revenues	14,647,100
4	Local special education school aid	212,800
5	Miscellaneous revenues	30,000
6	Sheltered workshop revenue	100,000
7	1st/3rd party revenues	20,616,700
8	State general fund/general purpose \$	0
9	STATE PSYCHIATRIC HOSPITALS FOR CHILDREN AND ADOLESCENTS	
10	Total average population	231.0
11	Total full-time equated classified positions	595.0
12	Detroit psychiatric institute-children's	
13	program--21.0 FTE positions \$	1,207,500
14	Average population	12.0
15	Fairlawn center--305.0 FTE positions	18,947,600
16	Average population	125.0
17	Hawthorn center--273.0 FTE positions	15,987,700
18	Average population	108.0
19	Pheasant Ridge children's program at Kalamazoo regional	
20	psychiatric hospital-54.0 FTE positions . . .	3,918,100
21	Average population	22.0
22	Census reduction savings in state psychiatric	
23	hospitals--(58.0 FTE positions)	(3,200,000)
24	Average population	(36.0)
25	CMH-purchase of state services contracts	<u>(22,758,600)</u>
26	GROSS APPROPRIATION \$	14,102,300
27	Appropriated from:	
28	Federal revenues:	

1	HHS/HCFR, title XIX, medicaid	9,746,100
2	DAG-FNS, national school lunch program	219,200
3	Special revenue funds:	
4	Miscellaneous revenue	14,000
5	Local special education school aid	907,200
6	Local county match revenues	1,325,100
7	1st/3rd party revenues	1,890,700
8	State general fund/general purpose \$	0
9	STATE CENTERS FOR PERSONS WITH DEVELOPMENTAL DISABILITIES	
10	Total average population	270.0
11	Total full-time equated classified	
12	positions	519.0
13	Caro regional mental health center-developmental	
14	services unit--159.0 FTE positions \$	10,400,100
15	Average population	80.0
16	Mount Pleasant center--286.0 FTE positions	17,204,800
17	Average population	150.0
18	Southgate regional center-249.0 FTE positions	15,667,300
19	Average population	135.0
20	Census reduction savings in state centers--	
21	(175.0 FTE positions)	(9,608,500)
22	Average population	(95.0)
23	CMH-purchase of state services contracts	<u>(12,216,800)</u>
24	GROSS APPROPRIATION \$	21,446,900
25	Appropriated from:	
26	Federal revenues:	
27	National school lunch program	48,100
28	HHS-HCFR, title XIX, medicaid	19,074,100

1	Special revenue funds:	
2	Local county match revenues	1,619,700
3	1st/3rd party revenues	684,000
4	Miscellaneous revenue	21,000
5	State general fund/general purpose \$	0
6	FORENSIC AND PRISON MENTAL HEALTH SERVICES	
7	Full-time equated position	1,452.0
8	Center for forensic psychiatry--480.0 FTE	
9	positions \$	30,943,500
10	Average population.	210.0
11	Bureau of forensic mental health services--7.0 FTE	
12	positions	623,500
13	Inpatient, outpatient and residential services--965.0	
14	FTE positions	<u>56,147,500</u>
15	GROSS APPROPRIATION \$	87,714,500
16	Appropriated from:	
17	Interdepartmental grant revenue:	
18	IDG-department of corrections	56,771,000
19	State general fund/general purpose \$	30,943,500

1 Sec. 102. There is appropriated for the department of mental
2 health for the fiscal year ending September 30, 1995, from the funds
3 identified hereunder:

4 DEPARTMENT OF MENTAL HEALTH

5 APPROPRIATIONS SUMMARY:

6 Full-time equated unclassified positions . . . 6.0

7 Full-time equated classified positions . . 6,699.0

8 GROSS APPROPRIATION \$1,449,223,500

9 Interdepartmental grant revenues:

10 IDG-department of corrections 56,771,000

11 Total interdepartmental grants and

12 intradepartmental transfers 56,771,000

13 ADJUSTED GROSS APPROPRIATION \$1,392,452,500

14 Federal revenues:

15 Federal revenue, additional acquired 4,167,800

16 HHS-HCFA, title XIX 292,820,000

17 Federal post-adoption funds 175,000

18 Federal consumer support project 92,500

19 Federal-Omnibus reconciliation act, title XIX,

20 medicaid 20,122,300

21 Department of public health/office of substance

22 abuse ADAMHA block grant 500,000

23 DED-OESE, educationally deprived children, state

24 administration-title I 588,300

25 HHS-OASH 9,807,800

26 Federal-special education 30,000

27 HHS-OHDS, developmental disabilities, basic

28 support and advocacy grants 2,357,900

1	DAG-FNS, national school lunch program	401,300
2	Stuart B. McKinney homeless assistance act	
3	(title IV)	867,000
4	Federal--initiative for older persons	632,000
5	Federal-public domain oil/gas royalty	700,000
6	Total federal revenues	333,261,900
7	Special revenue funds:	
8	Local-special education revenue	1,120,000
9	Local county match revenues	26,494,500
10	Total local revenues	27,614,500
11	Private-gifts and bequests revenues	2,000,000
12	Private revenue, additional acquired	1,000,000
13	Total private revenues	3,000,000
14	Lease/rental revenue	840,000
15	Act 423 recipient fees and third-party	
16	reimbursements	7,500,000
17	1st/3rd party revenues	26,912,800
18	Miscellaneous revenue	200,000
19	Sheltered workshop revenue	100,000
20	Audit exception/cost settlement revenue	3,625,000
21	Tuition/stipend reimbursement	33,600
22	Total other state restricted revenues	39,211,400
23	State general fund/general purpose	\$ 989,364,700
24	EXECUTIVE PROGRAM	
25	Full-time equated unclassified positions . . .	6.0
26	Full-time equated classified positions . . .	333.5
27	Citizens' mental health advisory councils . . .	\$ 43,900
28	Director--1.0 FTE position	84,800

1	Deputy directors and executive assistants--5.0 FTE	
2	positions	243,200
3	Departmental administration and management--333.5 FTE	
4	positions	26,037,500
5	Expansion of itemized billing implementation . .	723,600
6	Direct care staff training	<u>62,800</u>
7	GROSS APPROPRIATION	\$ 27,195,800
8	Appropriated from:	
9	Federal revenues:	
10	HHS-HCFA, title XIX, medicaid	1,274,500
11	Federal-special education	30,000
12	Special revenue funds:	
13	1st/3rd party revenues	223,600
14	Miscellaneous revenue	135,000
15	Tuition/stipend reimbursement	33,600
16	State general fund/general purpose	\$ 25,499,100
17	FEDERAL AND PRIVATELY FUNDED PROJECTS	
18	Full-time equated positions 22.5	
19	Developmental disabilities council and projects	
20	12.0 FTE positions	\$ 2,357,900
21	Central fund for acquiring additional federal	
22	funds	4,167,800
23	Central fund for acquiring additional private	
24	funds	1,000,000
25	Gifts and bequests	2,000,000
26	Homelessness formula grant program--2.0 FTE	
27	positions	1,501,300
28	DED-OESE, ECIA-title I--8.5 FTE positions . . .	588,300

1	M-PASS--Permanency planning projects	<u>233,700</u>
2	GROSS APPROPRIATION	\$ 11,849,000
3	Appropriated from:	
4	Federal revenues:	
5	HHS-OHDS, developmental disabilities, basic support	
6	and advocacy grants	2,357,900
7	DED-OESE, educationally deprived children, state	
8	administration-title I	588,300
9	Homelessness formula grant program, (P.L.101-646,	
10	title v)	867,000
11	Federal post-adoption funds	175,000
12	Federal revenues, additional acquired	4,167,800
13	Special Revenues:	
14	Private funds, additional acquired	1,000,000
15	Private-gifts and bequests	2,000,000
16	State general fund/general purpose	\$ 693,000
17	FAMILY AND CONSUMER SUPPORT SERVICES	
18	Full-time equated positions 2.0	
19	Family support subsidy	\$ 11,093,800
20	Dental program for persons with developmental	
21	disabilities	120,000
22	Pilot projects in prevention for adults and	
23	children--2.0 FTE positions	831,600
24	Consumer involvement program	218,100
25	Multicultural and special needs projects	3,009,500
26	Mental health initiatives for older persons	992,500
27	Protection and advocacy services for persons with	
28	mental illness	356,400

1	protection and advocacy services for persons	
2	with developmental disabilities	461,900
3	communities first pilot projects	1,000
4	Foster grandparent and senior companion	
5	program	<u>1,872,400</u>
6	GROSS APPROPRIATION	\$ 18,957,200
7	Appropriated from:	
8	Federal revenues:	
9	Federal-consumer support project	92,500
10	Federal-initiatives for older persons	632,000
11	State general fund/general purpose	\$ 18,232,700
12	COMMUNITY MENTAL HEALTH PROGRAMS	
13	Full-time equated classified positions	13.0
14	Community mental health operations	\$ 703,110,200
15	CMH-purchase of state services contracts	333,936,000
16	CMH-critical needs services	3,846,200
17	Community demand beds	4,538,500
18	Omnibus reconciliation act implementation--13.0	
19	FTE positions	36,538,300
20	Federal mental health block grant	9,807,800
21	CMH-Act 423 fund	<u>7,500,000</u>
22	GROSS APPROPRIATION	\$1,099,277,000
23	Appropriated from:	
24	Federal revenues:	
25	HHS-HCFA, title XIX, medicaid	189,067,100
26	Omnibus reconciliation act - title XIX,	
27	medicaid	20,122,300
28	HHS-OASH mental health block grant	9,807,800

1	ADAMHA-department of public health/office	
2	of substance abuse block grant	500,000
3	Special revenue funds:	
4	Audit exception/cost settlement revenue	2,500,000
5	Act 423 recipient fees and third party	
6	reimbursements	7,500,000
7	State general fund/general purpose	\$ 869,779,800
8	COMMUNITY RESIDENTIAL SERVICES	
9	Full-time equated classified positions	439.0
10	Community residential and support services for	
11	children with mental illness--7.0 FTE positions	\$ 4,501,300
12	Community residential and support services for	
13	adults with mental illness--41.0 FTE positions	9,355,600
14	Community residential and support services for	
15	persons with developmental disabilities--365.0	
16	FTE positions	199,306,700
17	Community alternatives for state regional	
18	centers	9,608,500
19	DMB real estate services	251,000
20	Macomb-Oakland site cost--26.0 FTE positions	1,735,600
21	Department of public health, ICF/MR	
22	certification reviews	506,200
23	Department of social services, SSI advocacy	
24	for mental health	416,100
25	CMH-purchase of state service contracts	<u>(129,725,900)</u>
26	GROSS APPROPRIATION	\$ 95,955,100
27	Appropriated from:	
28	Federal revenues:	

1	HHS-HCFA, title XIX, medicaid	69,212,300
2	Public domain oil and gas royalties	700,000
3	Special revenue funds:	
4	Audit exception/cost settlement revenue	1,125,000
5	Local county match revenues	8,902,600
6	1st/3rd party revenues	3,497,800
7	State general fund/general purpose \$	12,517,400
8	INSTITUTIONAL SERVICES	
9	Full-time equated classified positions . . . 33.0	
10	Worker's compensation program--1.0 FTE position \$	11,627,500
11	Psychiatric residency program	3,935,100
12	Early retirement year 3	1,054,000
13	Purchase of medical services for residents of	
14	hospitals and centers	4,143,700
15	Maintenance of property being leased or rented .	95,000
16	Equipment	1,698,000
17	Special maintenance	359,200
18	Compensation for working patients	529,300
19	Special education services---353.0 students . .	3,731,300
20	Special education-hospital deduct	(3,731,300)
21	Closed site and related costs--32.0 FTE	
22	positions	2,464,400
23	Displaced worker assistance projects	55,000
24	Severance pay	<u>6,578,000</u>
25	GROSS APPROPRIATION \$	32,539,200
26	Appropriated from:	
27	Special revenue funds:	
28	Lease/rental revenue	840,000

1	State general fund/general purpose	\$	31,699,200
2	STATE PSYCHIATRIC HOSPITALS		
3	Total average population		1,736.0
4	Total full-time equated classified		
5	positions		3,290.0
6	Caro regional mental health center-psychiatric		
7	services unit--249.0 FTE positions	\$	14,006,200
8	Average population		116.0
9	Clinton Valley center--662.0 FTE positions . . .		41,936,900
10	Average population		375.0
11	Detroit psychiatric institute--263.0 FTE		
12	positions		18,935,700
13	Average population		140.0
14	Kalamazoo regional psychiatric hospital--622.0		
15	FTE positions		38,778,100
16	Average population		300.0
17	Northville regional psychiatric hospital--1,160.0		
18	FTE positions		75,043,800
19	Average population		600.0
20	Walter P. Reuther psychiatric hospital--416.0 FTE		
21	positions		27,520,500
22	Average population		260.0
23	Census reduction savings in state psychiatric		
24	hospitals--(82.0 FTE Positions)		(6,800,000)
25	Average population		(55.0)
26	CMH-purchase of state services contracts		<u>(169,234,700)</u>
27	GROSS APPROPRIATION	\$	40,186,500
28	Appropriated from:		

1	Federal revenues:		
2	National school lunch program	134,000	
3	HHS-HCFA, title XIX, medicaid	4,445,900	
4	Special revenue funds:		
5	Local county match revenues	14,647,100	
6	Local special education school aid	212,800	
7	Miscellaneous revenues	30,000	
8	Sheltered workshop revenue	100,000	
9	1st/3rd party revenues	20,616,700	
10	State general fund/general purpose	\$ 0	
11	STATE PSYCHIATRIC HOSPITALS FOR CHILDREN AND ADOLESCENTS		
12	Total average population	231.0	
13	Total full-time equated classified positions	595.0	
14	Detroit psychiatric institute-children's		
15	program--21.0 FTE positions	\$ 1,207,500	
16	Average population	12.0	
17	Fairlawn center--305.0 FTE positions	18,947,600	
18	Average population	125.0	
19	Hawthorn center--273.0 FTE positions	15,987,700	
20	Average population	108.0	
21	Pheasant Ridge children's program at Kalamazoo regional		
22	psychiatric hospital-54.0 FTE positions	3,918,100	
23	Average population	22.0	
24	Census reduction savings in state psychiatric hospitals		
25	(58.0 FTE positions)	(3,200,000)	
26	Average population	(36.0)	
27	CMH-purchase of state services contracts	<u>(22,758,600)</u>	
28	GROSS APPROPRIATION	\$ 14,102,300	

1	Appropriated from:	
2	Federal revenues:	
3	HHS/HCFA, title XIX, medicaid	9,746,100
4	DAG-FNS, national school lunch program	219,200
5	Special revenue funds:	
6	Miscellaneous revenue	14,000
7	Local special education school aid	907,200
8	Local county match revenues	1,325,100
9	1st/3rd party revenues	1,890,700
10	State general fund/general purpose \$	0
11	STATE CENTERS FOR PERSONS WITH DEVELOPMENTAL DISABILITIES	
12	Total average population	270.0
13	Total full-time equated classified	
14	positions	519.0
15	Caro regional mental health center-developmental	
16	services unit--159.0 FTE positions \$	10,400,100
17	Average population	80.0
18	Mount Pleasant center--286.0 FTE positions	17,204,800
19	Average population	150.0
20	Southgate regional center-249.0 FTE positions	15,667,300
21	Average population	135.0
22	Census reduction savings in state centers--	
23	(175.0 FTE positions)	(9,608,500)
24	Average population	(95.0)
25	CMH-purchase of state services contracts	<u>(12,216,800)</u>
26	GROSS APPROPRIATION \$	21,446,900
27	Appropriated from:	
28	Federal revenues:	

1	National school lunch program	48,100
2	HHS-HCFA, title XIX, medicaid	19,074,100
3	Special revenue funds:	
4	Local county match revenues	1,619,700
5	1st/3rd party revenues	684,000
6	Miscellaneous revenue	21,000
7	State general fund/general purpose \$	0
8	FORENSIC AND PRISON MENTAL HEALTH SERVICES	
9	Full-time equated position	1,452.0
10	Center for forensic psychiatry--480.0 FTE	
11	positions \$	30,943,500
12	Average population.	210.0
13	Bureau of forensic mental health services--7.0 FTE	
14	positions	623,500
15	Inpatient, outpatient and residential services--965.0	
16	FTE positions	<u>56,147,500</u>
17	GROSS APPROPRIATION \$	87,714,500
18	Appropriated from:	
19	Interdepartmental grant revenue:	
20	IDG-department of corrections	56,771,000
21	State general fund/general purpose \$	30,943,500

1 GENERAL SECTIONS FOR FY 93/94

2 Sec. 201. (1) In accordance with the provisions of section 30 of
 3 article IX of the state constitution of 1963, total state spending in
 4 this bill is \$1,028,576,100 and state spending to units of local
 5 government is as follows:

6 Department of Mental Health

7	Community mental health programs	\$ 514,427,800
8	Community mental health grant fund	7,500,000
9	Community demand beds	3,000,000
10	CMH critical needs services	2,500,000
11	Family support subsidies	11,093,800
12	Communities first pilot projects	1,000
13	Foster grandparents and senior companions . .	1,872,400
14	Prevention projects	831,600
15	Homelessness formula grant program state match	634,300
16	Multicultural special needs project	3,009,500
17	Consumer involvement program	125,600
18	Omnibus reconciliation act implementation . .	16,416,000
19	Community alternatives for state regional	
20	centers	9,608,500
21	Community residential and support services . .	35,854,300
22	Total	\$ 606,874,300

23 (2) When it appears to the director of the department that state
 24 spending to local units of government will be less than the amount
 25 that was projected to be expended for any quarter, the director shall
 26 immediately give notice of the approximate shortfall to the department
 27 of management and budget, the senate and house appropriations
 28 committees, and the senate and house fiscal agencies.

1 Sec. 202. The appropriations made and the expenditures authorized
2 under this act and the departments, agencies, commissions, boards,
3 offices, and programs for which an appropriation is made under this
4 act are subject to the management and budget act, Act No. 431 of the
5 Public Acts of 1984, being sections 18.1101 to 18.1594 of the Michigan
6 Compiled Laws.

7 Sec. 203. The amounts appropriated for utilities and that portion
8 of contractual services, supplies, and materials used to pay for
9 utility service to state facilities in section 101 may be expended in
10 a manner consistent with the provisions of section 253 of the
11 management and budget act, Act No. 431 of the Public Acts of 1984,
12 being section 18.1253 of the Michigan Compiled Laws.

13 Sec. 204. As used in this act:

14 (a) "ADAMHA" means the United States department of health and
15 human services, alcohol, drug abuse, and mental health administration.

16 (b) "ADP" means automated data processing.

17 (c) "CMH" means community mental health.

18 (d) "DAG-FNS" means the United States department of agriculture,
19 food and nutrition services.

20 (e) "DED-OESE" means the United States department of education,
21 office of elementary and secondary education.

22 (f) "DED-OESE (ECIA)" means the education consolidation and
23 improvement act.

24 (g) "Department" means the department of mental health.

25 (h) "FTE" means full-time equated.

26 (i) "HHS" means the United States department of health and human
27 services.

28 (j) "HHS-HCFA" means the health care financing administration.

1 (k) "HHS-OASH" means the office of the assistant secretary for
2 health.

3 (l) "HHS-OHDS" means the office of human development services.

4 (m) "ICF/MR" means intermediate care facility for the mentally
5 retarded.

6 (n) "IDG" means interdepartmental grant.

7 (o) "IDT" means intradepartmental transfer.

8 (p) "SSI" means supplemental security income.

9 (q) "Title XIX" means title XIX of the social security act,
10 chapter 531, 49 Stat. 620, 42 U.S.C. 1396 to 1396d, 1396f to 1396g,
11 and 1396i to 1396s.

12 (r) "Title XX" means title XX of the social security act, chapter
13 531, 49 Stat. 620, 42 U.S.C. 1397 to 1397e.

14 Sec. 205. (1) Beginning October 1, 1993, there shall be a hiring
15 freeze imposed on the state classified civil service. State
16 departments and agencies shall be prohibited from hiring any new full-
17 time state classified civil service employees or prohibited from
18 filling any vacant state classified civil service positions. This
19 hiring freeze does not apply to internal transfers of classified
20 employees from one position to another within a department or to
21 positions that are funded with 80% or more federal or restricted
22 funds.

23 (2) The director of the department of management and budget shall
24 grant exceptions to this hiring freeze when the director believes that
25 such a hiring freeze will result in rendering a state department or
26 agency unable to deliver basic services. The director of the
27 department of management and budget shall report by the fifteenth of
28 each month to the chairpersons of the senate and house appropriations

1 committees the number of exclusions to the hiring freeze approved
2 during the previous month and the reasons to justify the exclusion.

3 Sec. 206. All savings accruing from reduced contribution rates
4 for the state employees retirement system shall be unallotted from
5 appropriation line items as necessary. Such reductions in
6 contribution rates are contingent upon enactment of amendments to the
7 state employees retirement act of 1943, Act No. 240 of the Public Acts
8 of 1943, being sections 38.1 to 38.48 of the Michigan Compiled Laws,
9 including a defined contribution retirement plan for new state
10 employees within the membership of such plan; changes in funding for
11 the provision of dental and vision benefits; five year reconciliation
12 smoothing; use of a 50 year amortization schedule for unfunded
13 actuarial accrued liabilities; and other amendments to the act. The
14 director of the department of management and budget shall issue
15 instructions to all state agencies regarding contribution changes as
16 they occur.

17 **EXECUTIVE PROGRAM**

18 Sec. 301. Funds appropriated in section 101 from the central fund
19 for acquiring additional federal grant funds and from the central fund
20 for acquiring private funds shall not be expended until the grant
21 money is actually authorized by the grantor. Funds accepted under
22 this section shall not be authorized if the receipt of the funds
23 mandates a commitment for state funding at a future date.

24 Sec. 302. The department shall continue a revenue recapture
25 project to generate additional revenues from third parties related to
26 cases which have been closed or are inactive. Revenues collected
27 through project efforts are appropriated to the department for
28 departmental costs and contractual fees associated with these

1 retroactive collections and to improve ongoing departmental
2 reimbursement management functions so that the need for retroactive
3 collections will be reduced or eliminated.

4 Sec. 303. The department's ability to satisfy appropriation
5 deductions in section 101 shall not be limited to collections and
6 accruals pertaining to services provided in fiscal year 1993-94, but
7 shall also include reimbursements, refunds, adjustments, and
8 settlements from prior years.

9 Sec. 304. Funds appropriated in section 101 for the mental health
10 advisory council may be used for member per diems of \$50.00 and other
11 council expenditures with approval of the council and the director of
12 the department of mental health. Funds may also be used for the
13 expenses of the state mental health advisory council on deafness and
14 other expenses for councils established by the mental health code.

15 Sec. 305. Unexpended and unencumbered amounts and accompanying
16 expenditure authorizations remaining on September 30, 1994 from the
17 amounts appropriated in section 101 for federal block grants, federal
18 funds, private grants, and gifts and bequests may be carried forward
19 for one fiscal year under requests that are consistent with the
20 following provisions established in section 451 of P.A. 431 of 1984,
21 being section 18.1451(3) of the Michigan Compiled Laws:

- 22 (a) the purpose of the project to be carried forward.
- 23 (b) the methods that will be used to accomplish the project.
- 24 (c) the total estimated cost of the project.
- 25 (d) a tentative completion date of the project.

26 Sec. 306. Revenues appropriated in section 101 as audit
27 exception/cost settlement revenues are revenues recovered by all
28 methods from department contract audit settlements and contract cost

1 settlements of prior fiscal years.

2 Sec. 307. The specific amounts indicated in section 101 of this
3 act as restricted revenue for financing appropriations from first and
4 third parties, HCFA title XIX, CMH-purchase of state service contracts
5 and county revenues are estimates of the proportion of the total
6 amounts expected to be collected, and the department may satisfy any
7 individual restricted revenue deduct amount from the total revenues of
8 all of those revenue sources.

9 Sec. 308. The funds appropriated in section 101 for prisoner
10 mental health services are for the assumption of responsibilities for
11 prisoner mental health in accordance with the interdepartmental plan
12 developed in cooperation with the department of corrections. The
13 department is authorized to receive and expend funds from the
14 department of corrections in addition to the appropriations in section
15 101 to fulfill the obligations outlined in the interdepartmental
16 agreement.

17 **COMMUNITY MENTAL HEALTH**

18 Sec. 401. (1) Funds allocated in section 101 for community mental
19 health operations include the continuation of transportation services,
20 funded 100% with state funds and include title XX transition grants.

21 (2) In addition to the funds appropriated in section 101 for
22 community mental health operations there is appropriated all funds
23 received by CMH boards in additional federal funds. It is intended
24 that the community mental health boards maximize federal funding
25 sources. CMH boards shall retain, contingent upon actual earnings,
26 the amount of increased federal funds above the amounts authorized in
27 the billable services fiscal year ending September 30, 1993 contracts.
28 State funding provided in each CMH board's contract shall not be

1 increased as a result of implementation of this section.

2 Sec. 402. (1) The funds appropriated in section 101 for purchase
3 of state service contracts are for the purchase of state hospital and
4 center services, state administered community residential services, or
5 for approved community-based programs which reduce utilization of
6 state provided services below this appropriated level. These funds
7 shall be allocated to community mental health boards based on
8 estimates approved by the department as part of the negotiated
9 contract.

10 (2) Funds which are allocated to community mental health boards,
11 when used to purchase state services, shall be provided to state
12 hospitals, centers, and placement agencies based on the per diem and
13 billing arrangements approved by the department in the negotiated
14 contract.

15 Sec. 403. The funds appropriated in this act for community mental
16 health programs shall not be used to replace funds no longer available
17 because the local government or community mental health board reduced
18 its base of support for state and local mental health services, as
19 defined in chapter 2 of the mental health code, Act No. 258 of the
20 Public Acts of 1974, being sections 330.1200 to 330.1246 of the
21 Michigan Compiled Laws, below that of the previous year.

22 Sec. 404. The funds appropriated in section 101 for community
23 mental health programs shall be allocated to community mental health
24 boards under a formal contract with the department. The spending
25 plans, authorizations, and allocations for each community mental
26 health board shall be determined by the department central office
27 staff, in cooperation with community mental health boards.

28 Sec. 405. (1) Funds appropriated in section 101 for community

1 mental health services may be reserved and carried forward into the
2 subsequent fiscal year by a county community mental health board as
3 part of the board's financial management plan under requests that are
4 consistent with the following provisions of section 451 of P.A. 431 of
5 1984, being section 18.1451(3) of the Michigan Compiled Laws:

- 6 (a) the purpose of the project to be carried forward.
- 7 (b) the methods that will be used to accomplish the project.
- 8 (c) the total estimated cost of the project.
- 9 (d) a tentative completion date of the project.

10 (2) Funding carried forward shall be limited to the differences
11 between the projected cost of community mental health services in the
12 subsequent fiscal year and the level of funding available, not to
13 exceed 5% of the total community based authorization. A statement of
14 intent to carryforward funds shall be submitted and approved by the
15 department by the end of the third quarter. This statement shall
16 identify the proposed uses of funds to be carried forward.

17 (3) Conditions under which funding may be reserved include all of
18 the following:

19 (a) Provisions of the contract between the department and county
20 community mental health boards regarding protection of categorical
21 funding shall not be altered.

22 (b) Funds may be carried forward only when the performance
23 commitments in the contract for the year from which funding will be
24 reserved are met.

25 (c) An expenditure made from a reserve account does not change a
26 board's base allocation or create a full year cost obligation for the
27 department.

28 (d) Funding carried forward and not used shall lapse to the state

1 general fund.

2 Sec. 406. The amount appropriated in section 101 for community
3 mental health services is intended for funding of community mental
4 health service boards in accordance with contracts between the
5 department and the boards for the current fiscal year. The department
6 shall establish such total payable and receivable amounts as may be
7 appropriate to represent the expected final state obligation for all
8 such contracts. After final review of the expenditure reports
9 required by the contracts, any amounts advanced to the board which are
10 returned to the department and any amounts paid to the boards in
11 accordance with the provisions of the contracts shall be considered to
12 be adjustments to the program expenditures for prior fiscal years.
13 These prior year transactions shall be recorded in a separate account
14 established for that purpose. Community mental health programs prior
15 year revenue recognized in the current fiscal year may be restricted
16 to finance related prior year expenditures not previously recorded.

17 Sec. 407. The department may advance to a community mental health
18 board an amount not to exceed 1/4 of their estimated total collections
19 from medicaid and may establish a separate accounts receivable for the
20 total of these amounts.

21 Sec. 408. The department is authorized to transfer funds from
22 other accounts in section 101 into the communities first pilot
23 projects line item in order to support such projects. Such transfers
24 shall be subject to the provisions of Act. No. 431 of Public Acts of
25 1984, being section 18.1393 of the Michigan Compiled Laws.

26 **COMMUNITY RESIDENTIAL SERVICES**

27 Sec. 501. The funds appropriated in section 101 for community
28 residential services programs may be used for basic care in cases

1 where individuals are not eligible to receive social security benefits
 2 and are not otherwise capable of supporting themselves out of their
 3 own resources. Funds may be used for aftercare services or to prevent
 4 admissions to state hospitals and centers through residential and
 5 support services. Expenditures and allocations may be authorized for
 6 community mental health boards and state hospitals, centers, and
 7 placement agencies.

8 **INSTITUTIONAL SERVICES, HOSPITALS AND CENTERS**

9 Sec. 601. The department may charge rent to state or other
 10 tenants occupying space in any of its facilities. The rental rates
 11 and all leasing arrangements shall be subject to the approval of the
 12 department of management and budget and the state administrative
 13 board. Revenues received under this section shall be available for
 14 expenditure by the department for maintenance, renovation,
 15 administrative expense associated with the leased space and for other
 16 departmental expenditures. Unexpended and unencumbered amounts
 17 remaining on September 30, 1994 from the amounts appropriated in
 18 section 101 for the lease/rental program may be carried forward for
 19 one fiscal year under requests consistent with the following
 20 provisions established in section 451 of P.A. 431 of 1984, being
 21 section 18.1451(3) of the Michigan Compiled Laws:

- 22 (a) the purpose of the project to be carried forward.
- 23 (b) the methods that will be used to accomplish the project.
- 24 (c) the total estimated cost of the project.
- 25 (d) a tentative completion date of the project.

26 Sec. 602. The operation and maintenance of the power plant at the
 27 Kalamazoo state hospital shall be financed from charges to the
 28 appropriations to the Kalamazoo state hospital and Western Michigan

1 University, which charges shall be based upon the cost of the power
2 plant and upon the usage of heat and electrical power by the hospital
3 and the university.

4 Sec. 603. In addition to the amounts appropriated in section 101,
5 revenues from the sale of sheltered workshop services and products are
6 appropriated to be expended for supplies, equipment, and other costs
7 associated with the maintenance of the sheltered workshop program,
8 excluding costs of compensating state classified employees. The
9 unspent balance on the last day of the fiscal year ending September
10 30, 1994 shall be carried forward into the subsequent fiscal year.

11 Sec. 604. In addition to the funds appropriated in section 101
12 for state psychiatric hospitals and centers, and following approval by
13 the department of management and budget, the department is authorized
14 to expend restricted funds earned above revenue appropriated for CMH-
15 purchase of state service contracts, first/third party revenues or
16 title XIX medicaid.

1 GENERAL SECTIONS FOR FY 94/95

2 Sec. 1201. (1) In accordance with the provisions of section 30 of
3 article IX of the state constitution of 1963, total state spending in
4 this bill is \$1,028,576,100 and state spending to units of local
5 government is as follows:

6 Department of Mental Health

7	Community mental health programs	\$ 514,427,800
8	Community mental health grant fund	7,500,000
9	Community demand beds	3,000,000
10	CMH critical needs services	2,500,000
11	Family support subsidies	11,093,800
12	Communities first pilot projects	1,000
13	Foster grandparents and senior companions . .	1,872,400,
14	Prevention projects	831,600
15	Homelessness formula grant program state match	634,300
16	Multicultural special needs project	3,009,500
17	Consumer involvement program	125,600
18	Omnibus reconciliation act implementation . .	16,416,000
19	Community alternatives for state regional	
20	centers	9,608,500
21	Community residential and support services . .	35,854,300
22	Total	\$ 606,874,300

23 (2) When it appears to the director of the department that state
24 spending to local units of government will be less than the amount
25 that was projected to be expended for any quarter, the director shall
26 immediately give notice of the approximate shortfall to the department
27 of management and budget, the senate and house appropriations
28 committees, and the senate and house fiscal agencies.

1 Sec. 1202. The appropriations made and the expenditures
2 authorized under this act and the departments, agencies, commissions,
3 boards, offices, and programs for which an appropriation is made under
4 this act are subject to the management and budget act, Act No. 431 of
5 the Public Acts of 1984, being sections 18.1101 to 18.1594 of the
6 Michigan Compiled Laws.

7 Sec. 1203. The amounts appropriated for utilities and that
8 portion of contractual services, supplies, and materials used to pay
9 for utility service to state facilities in section 102 may be expended
10 in a manner consistent with the provisions of section 253 of the
11 management and budget act, Act No. 431 of the Public Acts of 1984,
12 being section 18.1253 of the Michigan Compiled Laws.

13 Sec. 1204. As used in this act:

14 (a) "ADAMHA" means the United States department of health and
15 human services, alcohol, drug abuse, and mental health administration.

16 (b) "ADP" means automated data processing.

17 (c) "CMH" means community mental health.

18 (d) "DAG-FNS" means the United States department of agriculture,
19 food and nutrition services.

20 (e) "DED-OESE" means the United States department of education,
21 office of elementary and secondary education.

22 (f) "DED-OESE (ECIA)" means the education consolidation and
23 improvement act.

24 (g) "Department" means the department of mental health.

25 (h) "FTE" means full-time equated.

26 (i) "HHS" means the United States department of health and human
27 services.

28 (j) "HHS-HCFA" means the health care financing administration.

1 (k) "HHS-OASH" means the office of the assistant secretary for
2 health.

3 (l) "HHS-OHDS" means the office of human development services.

4 (m) "ICF/MR" means intermediate care facility for the mentally
5 retarded.

6 (n) "IDG" means interdepartmental grant.

7 (o) "IDT" means intradepartmental transfer.

8 (p) "SSI" means supplemental security income.

9 (q) "Title XIX" means title XIX of the social security act,
10 chapter 531, 49 Stat. 620, 42 U.S.C. 1396 to 1396d, 1396f to 1396g,
11 and 1396i to 1396s.

12 (r) "Title XX" means title XX of the social security act, chapter
13 531, 49 Stat. 620, 42 U.S.C. 1397 to 1397e.

14 Sec. 1205. (1) Beginning October 1, 1994, there shall be a hiring
15 freeze imposed on the state classified civil service. State
16 departments and agencies shall be prohibited from hiring any new full-
17 time state classified civil service employees or prohibited from
18 filling any vacant state classified civil service positions. This
19 hiring freeze does not apply to internal transfers of classified
20 employees from one position to another within a department or to
21 positions that are funded with 80% or more federal or restricted
22 funds.

23 (2) The director of the department of management and budget shall
24 grant exceptions to this hiring freeze when the director believes that
25 such a hiring freeze will result in rendering a state department or
26 agency unable to deliver basic services. The director of the
27 department of management and budget shall report by the fifteenth of
28 each month to the chairpersons of the senate and house appropriations

1 committees the number of exclusions to the hiring freeze approved
2 during the previous month and the reasons to justify the exclusion.

3 Sec. 1206. Increases in employee wage compensation which accrue
4 as a result of savings in group insurance costs in accordance with
5 terms of valid collective bargaining agreements shall be paid from
6 appropriation lines in section 102 in which authorization for salary
7 and wage payments are included. If a transfer of appropriations is
8 necessary to adjust for these increased wage levels, the director of
9 the department of management and budget may authorize administrative
10 transfers for this purpose consistent with Section 393(1) of Act 431
11 of the Public Acts of 1984, as amended, being section 18.1393(1) of
12 the Michigan Compiled Laws.

13 Sec. 1207. All savings accruing from reduced contribution rates
14 for the state employees retirement system shall be unallotted from
15 appropriation line items as necessary. Such reductions in
16 contribution rates are contingent upon enactment of amendments to the
17 state employees retirement act of 1943, Act No. 240 of the Public Acts
18 of 1943, being sections 38.1 to 38.48 of the Michigan Compiled Laws,
19 including a defined contribution retirement plan for new state
20 employees within the membership of such plan; changes in funding for
21 the provision of dental and vision benefits; five year reconciliation
22 smoothing; use of a 50 year amortization schedule for unfunded
23 actuarial accrued liabilities; and other amendments to the act. The
24 director of the department of management and budget shall issue
25 instructions to all state agencies regarding contribution changes as
26 they occur.

27 **EXECUTIVE PROGRAM**

28 Sec. 1301. Funds appropriated in section 102 from the central

1 fund for acquiring additional federal grant funds and from the central
2 fund for acquiring private funds shall not be expended until the grant
3 money is actually authorized by the grantor. Funds accepted under
4 this section shall not be authorized if the receipt of the funds
5 mandates a commitment for state funding at a future date.

6 Sec. 1302. The department shall continue a revenue recapture
7 project to generate additional revenues from third parties related to
8 cases which have been closed or are inactive. Revenues collected
9 through project efforts are appropriated to the department for
10 departmental costs and contractual fees associated with these:
11 retroactive collections and to improve ongoing departmental
12 reimbursement management functions so that the need for retroactive
13 collections will be reduced or eliminated.

14 Sec. 1303. The department's ability to satisfy appropriation
15 deductions in section 102 shall not be limited to collections and
16 accruals pertaining to services provided in fiscal year 1994-95, but
17 shall also include reimbursements, refunds, adjustments, and
18 settlements from prior years.

19 Sec. 1304. Funds appropriated in section 102 for the mental
20 health advisory council may be used for member per diems of \$50.00 and
21 other council expenditures with approval of the council and the
22 director of the department of mental health. Funds may also be used
23 for the expenses of the state mental health advisory council on
24 deafness and other expenses for councils established by the mental
25 health code.

26 Sec. 1305. Unexpended and unencumbered amounts and accompanying
27 expenditure authorizations remaining on September 30, 1995 from the
28 amounts appropriated in section 102 for federal block grants, federal

1 funds, private grants, and gifts and bequests may be carried forward
2 for one fiscal year under requests that are consistent with the
3 following provisions established in section 451 of P.A. 431 of 1984,
4 being section 18.1451(3) of the Michigan Compiled Laws:

- 5 (a) the purpose of the project to be carried forward.
- 6 (b) the methods that will be used to accomplish the project.
- 7 (c) the total estimated cost of the project.
- 8 (d) a tentative completion date of the project.

9 Sec. 1306. Revenues appropriated in section 102 as audit
10 exception/cost settlement revenues are revenues recovered by all
11 methods from department contract audit settlements and contract cost
12 settlements of prior fiscal years.

13 Sec. 1307. The specific amounts indicated in section 102 of this
14 act as restricted revenue for financing appropriations from first and
15 third parties, HCFA title XIX, CMH-purchase of state service contracts
16 and county revenues are estimates of the proportion of the total
17 amounts expected to be collected, and the department may satisfy any
18 individual restricted revenue deduct amount from the total revenues of
19 all of those revenue sources.

20 Sec. 1308. The funds appropriated in section 102 for prisoner
21 mental health services are for the assumption of responsibilities for
22 prisoner mental health in accordance with the interdepartmental plan
23 developed in cooperation with the department of corrections. The
24 department is authorized to receive and expend funds from the
25 department of corrections in addition to the appropriations in section
26 102 to fulfill the obligations outlined in the interdepartmental
27 agreement.

28 **COMMUNITY MENTAL HEALTH**

1 Sec. 1401. (1) Funds allocated in section 102 for community
2 mental health operations include the continuation of transportation
3 services, funded 100% with state funds and include title XX transition
4 grants.

5 (2) In addition to the funds appropriated in section 102 for
6 community mental health operations there is appropriated all funds
7 received by CMH boards in additional federal funds. It is intended
8 that the community mental health boards maximize federal funding
9 sources. CMH boards shall retain, contingent upon actual earnings,
10 the amount of increased federal funds above the amounts authorized in
11 the billable services fiscal year ending September 30, 1994 contracts.
12 State funding provided in each CMH board's contract shall not be
13 increased as a result of implementation of this section.

14 Sec. 1402. (1) The funds appropriated in section 102 for purchase
15 of state service contracts are for the purchase of state hospital and
16 center services, state administered community residential services, or
17 for approved community-based programs which reduce utilization of
18 state provided services below this appropriated level. These funds
19 shall be allocated to community mental health boards based on
20 estimates approved by the department as part of the negotiated
21 contract.

22 (2) Funds which are allocated to community mental health boards,
23 when used to purchase state services, shall be provided to state
24 hospitals, centers, and placement agencies based on the per diem and
25 billing arrangements approved by the department in the negotiated
26 contract.

27 Sec. 1403. The funds appropriated in this act for community
28 mental health programs shall not be used to replace funds no longer

1 available because the local government or community mental health
2 board reduced its base of support for state and local mental health
3 services, as defined in chapter 2 of the mental health code, Act No.
4 258 of the Public Acts of 1974, being sections 330.1200 to 330.1246 of
5 the Michigan Compiled Laws, below that of the previous year.

6 Sec. 1404. The funds appropriated in section 102 for community
7 mental health programs shall be allocated to community mental health
8 boards under a formal contract with the department. The spending
9 plans, authorizations, and allocations for each community mental
10 health board shall be determined by the department central office
11 staff, in cooperation with community mental health boards.

12 Sec. 1405. (1) Funds appropriated in section 102 for community
13 mental health services may be reserved and carried forward into the
14 subsequent fiscal year by a county community mental health board as
15 part of the board's financial management plan under requests that are
16 consistent with the following provisions of section 451 of P.A. 431 of
17 1984, being section 18.1451(3) of the Michigan Compiled Laws:

- 18 (a) the purpose of the project to be carried forward.
- 19 (b) the methods that will be used to accomplish the project.
- 20 (c) the total estimated cost of the project.
- 21 (d) a tentative completion date of the project.

22 (2) Funding carried forward shall be limited to the differences
23 between the projected cost of community mental health services in the
24 subsequent fiscal year and the level of funding available, not to
25 exceed 5% of the total community based authorization. A statement of
26 intent to carryforward funds shall be submitted and approved by the
27 department by the end of the third quarter. This statement shall
28 identify the proposed uses of funds to be carried forward.

1 (3) Conditions under which funding may be reserved include all of
2 the following:

3 (a) Provisions of the contract between the department and county
4 community mental health boards regarding protection of categorical
5 funding shall not be altered.

6 (b) Funds may be carried forward only when the performance
7 commitments in the contract for the year from which funding will be
8 reserved are met.

9 (c) An expenditure made from a reserve account does not change a
10 board's base allocation or create a full year cost obligation for the
11 department.

12 (d) Funding carried forward and not used shall lapse to the state
13 general fund.

14 Sec. 1406. The amount appropriated in section 102 for community
15 mental health services is intended for funding of community mental
16 health service boards in accordance with contracts between the
17 department and the boards for the current fiscal year. The department
18 shall establish such total payable and receivable amounts as may be
19 appropriate to represent the expected final state obligation for all
20 such contracts. After final review of the expenditure reports
21 required by the contracts, any amounts advanced to the board which are
22 returned to the department and any amounts paid to the boards in
23 accordance with the provisions of the contracts shall be considered to
24 be adjustments to the program expenditures for prior fiscal years.
25 These prior year transactions shall be recorded in a separate account
26 established for that purpose. Community mental health programs prior
27 year revenue recognized in the current fiscal year may be restricted
28 to finance related prior year expenditures not previously recorded.

1 Sec. 1407. The department may advance to a community mental
2 health board an amount not to exceed 1/4 of their estimated total
3 collections from medicaid and may establish a separate accounts
4 receivable for the total of these amounts.

5 Sec. 1408. The department is authorized to transfer funds from
6 other accounts in section 102 into the communities first pilot
7 projects line item in order to support such projects. Such transfers
8 shall be subject to the provisions of Act. No. 431 of Public Acts of
9 1984, being section 18.1393 of the Michigan Compiled Laws.

10 **COMMUNITY RESIDENTIAL SERVICES**

11 Sec. 1501. The funds appropriated in section 102 for community
12 residential services programs may be used for basic care in cases
13 where individuals are not eligible to receive social security benefits
14 and are not otherwise capable of supporting themselves out of their
15 own resources. Funds may be used for aftercare services or to prevent
16 admissions to state hospitals and centers through residential and
17 support services. Expenditures and allocations may be authorized for
18 community mental health boards and state hospitals, centers, and
19 placement agencies.

20 **INSTITUTIONAL SERVICES, HOSPITALS AND CENTERS**

21 Sec. 1601. The department may charge rent to state or other
22 tenants occupying space in any of its facilities. The rental rates
23 and all leasing arrangements shall be subject to the approval of the
24 department of management and budget and the state administrative
25 board. Revenues received under this section shall be available for
26 expenditure by the department for maintenance, renovation,
27 administrative expense associated with the leased space and for other
28 departmental expenditures. Unexpended and unencumbered amounts

1 remaining on September 30, 1995 from the amounts appropriated in
2 section 102 for the lease/rental program may be carried forward for
3 one fiscal year under requests consistent with the following
4 provisions established in section 451 of P.A. 431 of 1984, being
5 section 18.1451(3) of the Michigan Compiled Laws:

- 6 (a) the purpose of the project to be carried forward.
- 7 (b) the methods that will be used to accomplish the project.
- 8 (c) the total estimated cost of the project.
- 9 (d) a tentative completion date of the project.

10 Sec. 1602. The operation and maintenance of the power plant at
11 the Kalamazoo state hospital shall be financed from charges to the
12 appropriations to the Kalamazoo state hospital and Western Michigan
13 University, which charges shall be based upon the cost of the power
14 plant and upon the usage of heat and electrical power by the hospital
15 and the university.

16 Sec. 1603. In addition to the amounts appropriated in section
17 102, revenues from the sale of sheltered workshop services and
18 products are appropriated to be expended for supplies, equipment, and
19 other costs associated with the maintenance of the sheltered workshop
20 program, excluding costs of compensating state classified employees.
21 The unspent balance on the last day of the fiscal year ending
22 September 30, 1994 shall be carried forward into the subsequent fiscal
23 year.

24 Sec. 1604. In addition to the funds appropriated in section 102
25 for state psychiatric hospitals and centers, and following approval by
26 the department of management and budget, the department is authorized
27 to expend restricted funds earned above revenue appropriated for CMH-
28 purchase of state service contracts, first/third party revenues or

1 title XIX medicaid.

final page