



HOUSE BILL No. 5259

EXECUTIVE BUDGET BILL

December 23, 1993, Introduced by Reps. Bankes, Middleton, Bobier, Gilmer and Allen and referred to the Committee on Appropriations.

A bill to make appropriations for the department of public health and certain state purposes related to the expenditure of those appropriations for fiscal year ending September 30, 1995; to provide for reports; to prescribe certain powers and duties of the department of public health; and to provide for the disposition of fees and other income received by the department of public health.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 Sec. 101. There is appropriated for the department of public
2 health for the fiscal year ending September 30, 1995, from the funds
3 identified as follows:

4 DEPARTMENT OF PUBLIC HEALTH

5 APPROPRIATIONS SUMMARY:

1	Full-time equated unclassified positions . . .	6.0	
2	Full-time equated classified positions . .	1,477.7	
3	GROSS APPROPRIATION		\$ 575,528,700
4	Interdepartmental grants and intradepartmental		
5	transfers		23,365,500
6	ADJUSTED GROSS APPROPRIATION		\$ 552,163,200
7	Federal revenues:		
8	Total federal revenues		302,231,700
9	Special revenue funds:		
10	Total local revenues		242,700
11	Total private revenues		35,115,700
12	Total other state restricted revenues		37,365,200
13	State general fund/general purpose		\$ 177,207,900
14	EXECUTIVE SERVICES		
15	Full-time equated unclassified positions . . .	6.0	
16	Total full-time equated classified positions	312.0	
17	Director		\$ 87,300
18	Unclassified positions--5.0 FTE positions . . .		265,900
19	Salaries and wages--78.5 FTE positions		3,295,800
20	Longevity and insurance		684,700
21	Retirement		995,700
22	Contractual services, supplies, and materials .		279,900
23	Travel		43,700
24	Building occupancy charges		358,200
25	Equipment		791,200
26	Rent		576,400
27	Utilities		1,159,200
28	Worker's compensation		292,100
29	Health planning--11.8 FTE positions		911,900

1	Joint DNR/DPH laboratory positions--8.0 FTE	
2	positions	944,600
3	Management information systems--67.9 FTE positions	6,883,500
4	Maternal and infant health data and	
5	evaluation--6.5 FTE positions	574,700
6	Minority health grants and contracts	650,000
7	Office of general services--61.5 FTE positions .	3,554,900
8	Office of minority health--3.0 FTE positions . .	266,300
9	Vital records and health statistics--74.8 FTE	
10	positions	<u>4,735,300</u>
11	GROSS APPROPRIATION	\$ 27,351,300
12	Appropriated from:	
13	Interdepartmental grant revenues:	
14	Interdepartmental grant from social services . .	50,000
15	Intradepartmental transfer-automated data	
16	processing charges	3,867,100
17	Federal revenues:	
18	Alcohol, drug abuse, and mental health block grant	356,600
19	Federal grants and contracts	580,400
20	Maternal and child health block grant	46,900
21	Medical assistance program, title XIX	482,600
22	Medicare, title XVIII	187,300
23	National center for health statistics	493,500
24	Occupational safety and health	176,000
25	Preventive health and health services block grant	650,000
26	Special supplemental food program for women,	
27	infants, and children	486,000
28	Special revenue funds:	
29	Private funds	70,000

1	Fees and collections	1,888,600
2	Michigan health initiative fund	148,000
3	State general fund/general purpose	\$ 17,868,300
4	INFECTIOUS DISEASE CONTROL ADMINISTRATION	
5	Total full-time equated positions	4.0
6	Salaries and wages--4.0 FTE positions	\$ 217,900
7	Longevity and insurance	44,400
8	Retirement	60,200
9	Contractual services, supplies, and materials	22,000
10	Travel	<u>3,700</u>
11	GROSS APPROPRIATION	\$ 348,200
12	Appropriated from:	
13	State general fund/general purpose	\$ 348,200
14	INFECTIOUS DISEASE CONTROL	
15	Total full-time equated positions	82.3
16	AIDS counseling and testing	\$ 3,467,400
17	AIDS education and outreach	1,912,600
18	AIDS program administration--13.0 FTE positions	973,400
19	AIDS referral and care network grants	3,588,100
20	AIDS surveillance and prevention	
21	program--16.0 FTE positions	2,783,300
22	Disease surveillance--4.0 FTE positions	356,800
23	Division administration--6.0 FTE positions	449,100
24	Immunization local agreements	14,904,000
25	Immunization program management and field	
26	support--11.0 FTE positions	1,756,200
27	Lyme disease grant-0.3 FTE positions	40,000
28	National vaccine compensation fund	2,457,900
29	Sexually transmitted disease control local	

1	agreements	1,949,200
2	sexually transmitted disease control management	
3	and field support--32.0 FTE positions	2,298,800
4	Tuberculosis aid	162,000
5	Tuberculosis control program	<u>414,300</u>
6	GROSS APPROPRIATION	\$ 37,513,100
7	Appropriated from:	
8	Interdepartmental grant revenues:	
9	Interdepartmental grant from social services . .	1,065,000
10	Federal revenues:	
11	Federal grants and contracts	25,270,600
12	Maternal and child health block grant	640,200
13	Medical assistance program, title XIX	1,347,400
14	Preventive health and health services block grant	500,000
15	Special revenue funds:	
16	Local funds	242,700
17	Private funds	25,000
18	Michigan health initiative fund	4,583,400
19	State general fund/general purpose	\$ 3,838,800
20	LABORATORY SERVICES	
21	Total full-time equated positions	138.6
22	Salaries and wages--107.8 FTE positions	\$ 3,698,500
23	Longevity and insurance	841,500
24	Retirement	1,018,100
25	Contractual services, supplies, and materials .	1,357,300
26	Travel	18,600
27	EPSDT blood lead screening--6.0 FTE positions .	592,900
28	Newborn genetic screening--24.8 FTE positions .	<u>1,691,800</u>
29	GROSS APPROPRIATION	\$ 9,218,700

1	Appropriated from:	
2	Interdepartmental grant revenues:	
3	Interdepartmental grant from corrections	96,200
4	Interdepartmental grant from social services . .	592,900
5	Federal revenues:	
6	Preventive health and health services block grant -	150,000
7	Special revenue funds:	
8	Fees and collections	2,231,400
9	State general fund/general purpose	\$ 6,148,200
10	BIOLOGIC PRODUCTS	
11	Total full-time equated positions	130.5
12	Salaries and wages--56.0 FTE positions	\$ 2,125,600
13	Longevity and insurance	472,300
14	Retirement	585,300
15	Contractual services, supplies, and materials .	895,500
16	Travel	10,200
17	Biologic products processing--67.0 FTE positions	7,951,500
18	Contracts for projects--7.5 FTE positions . . .	<u>1,002,200</u>
19	GROSS APPROPRIATION	\$ 13,042,600
20	Appropriated from:	
21	Interdepartmental grant revenues:	
22	Interdepartmental grant from social services . .	55,400
23	Federal revenues:	
24	ARMY contract	835,300
25	Federal grants and contracts	151,800
26	Medical assistance program, title XIX	68,900
27	State and community highway safety	13,300
28	Special revenue funds:	
29	Private-red cross contract and processing revenues	725,000

1	Biologic products and other revenues	7,845,000
2	state general fund/general purpose	\$ 3,347,900
3	ENVIRONMENTAL HEALTH ADMINISTRATION AND SUPPORT SERVICES	
4	Total full-time equated positions	39.2
5	salaries and wages--5.0 FTE positions	\$ 246,900
6	Longevity and insurance	48,000
7	Retirement	68,100
8	Contractual services, supplies, and materials .	21,300
9	Travel	5,000
10	Health risk assessment--34.2 FTE positions . . .	<u>3,838,800</u>
11	GROSS APPROPRIATION	\$ 4,228,100
12	Appropriated from:	
13	Interdepartmental grant revenues:	
14	Interdepartmental grant from natural resources .	460,000
15	Federal revenues:	
16	Environmental protection agency grants	907,100
17	Federal grants and contracts	956,300
18	Special revenue funds:	
19	Fees and collections	55,100
20	State general fund/general purpose	\$ 1,849,600
21	COMMUNITY ENVIRONMENTAL HEALTH	
22	Total full-time equated positions	113.2
23	Salaries and wages--97.2 FTE positions	\$ 4,322,800
24	Longevity and insurance	973,800
25	Retirement	1,190,500
26	Contractual services, supplies, and materials .	335,000
27	Travel	260,600
28	Implementation of environmental response act . .	10,500,000
29	Medical waste program--2.0 FTE positions	354,200

1	Migratory labor housing fund	75,000
2	Water laboratory certification program	165,000
3	Water supply program	169,600
4	Water system monitoring program--14.0 FTE positions	<u>4,708,300</u>
5	GROSS APPROPRIATION	\$ 23,054,800
6	Appropriated from:	
7	Interdepartmental grant revenues:	
8	Interdepartmental grant from natural resources .	10,500,000
9	Federal revenues:	
10	Environmental protection agency grants	2,503,300
11	Special revenue funds:	
12	Fees and collections	4,511,700
13	State general fund/general purpose	\$ 5,539,800
14	OCCUPATIONAL HEALTH	
15	Total full-time equated positions	88.4
16	Occupational health standards commission (\$50 per diem	
17	and related expenses)	\$ 9,300
18	Salaries and wages--68.4 FTE positions	2,942,500
19	Longevity and insurance	642,200
20	Retirement	811,200
21	Contractual services, supplies, and materials .	196,200
22	Travel	104,800
23	Asbestos abatement program--10.0 FTE positions .	629,500
24	Dry cleaning program--5.0 FTE positions	296,200
25	Employer/employee education and training--	
26	5.0 FTE positions	441,800
27	Occupational risk reporting system	<u>136,800</u>
28	GROSS APPROPRIATION	\$ 6,210,500
29	Appropriated from:	

1	Interdepartmental grant revenues:		
2	Interdepartmental grant from labor		320,100
3	Federal revenues:		
4	Federal grants and contracts		136,800
5	Occupational safety and health		2,646,000
6	Special revenue funds:		
7	Fees and collections		925,700
8	State general fund/general purpose	\$	2,181,900
9	RADIOLOGICAL HEALTH		
10	Total full-time equated positions	41.6	
11	Salaries and wages--33.5 FTE positions	\$	1,242,600
12	Longevity and insurance		282,500
13	Retirement		342,800
14	Contractual services, supplies, and materials		126,500
15	Travel		76,500
16	Radiological health projects-8.1 FTE positions		<u>757,500</u>
17	GROSS APPROPRIATION	\$	2,828,400
18	Appropriated from:		
19	Interdepartmental grant revenues:		
20	Interdepartmental grant from commerce, public		
21	service commission		575,400
22	Federal revenues:		
23	Environmental protection agency grants		212,600
24	Medicare, title XVIII		156,400
25	Nuclear regulatory commission		9,500
26	Special revenue funds:		
27	Fees and collections		1,133,200
28	Sale of publications		4,500
29	State general fund/general purpose	\$	736,800

1 HEALTH SYSTEMS ADMINISTRATION		
2	Total full-time equated positions	234.9
3	Salaries and wages--208.7 FTE positions	\$ 9,307,500
4	Longevity and insurance	1,756,500
5	Retirement	2,556,200
6	Contractual services, supplies, and materials	684,200
7	Travel	830,500
8	Administrative hearings--2.5 FTE positions	202,000
9	Clinical laboratory improvement--6.0 FTE positions	2,929,700
10	Emergency medical services program state	
11	staff--11.0 FTE positions	838,200
12	Fire safety inspection	175,000
13	Health facilities management information system	613,400
14	Local health services--4.9 FTE positions	136,700
15	Primary care services grant--1.8 FTE positions	164,800
16	Training and evaluation	<u>76,500</u>
17	GROSS APPROPRIATION	\$ 20,271,200
18	Appropriated from:	
19	Interdepartmental grant revenues:	
20	Interdepartmental grant from treasury, Michigan	
21	state hospital finance authority	93,400
22	Federal revenues:	
23	Federal grants and contracts	431,500
24	Medical assistance program, title XIX	4,429,200
25	State health care providers survey certification,	
26	title XVIII	7,581,700
27	Special revenue funds:	
28	Fees and collections	2,536,000
29	State general fund/general purpose	\$ 5,199,400

1	HEALTH SYSTEMS LOCAL GRANTS	
2	Communities first	\$ 191,000
3	Emergency medical services grants and contracts	956,500
4	Indian health care	309,500
5	Local public health infrastructure	825,300
6	Michigan essential health care provider program	229,100
7	Primary care services	1,872,200
8	Refugee health program	142,300
9	Rural health grant	168,800
10	State/local cost sharing	<u>32,187,300</u>
11	GROSS APPROPRIATION	\$ 36,882,000
12	Appropriated from:	
13	Interdepartmental grant revenues:	
14	Interdepartmental grant from social services . .	190,000
15	Federal revenues:	
16	Federal grants and contracts	270,500
17	Maternal and child health block grant	25,000
18	Preventive health and health services block grant	2,252,400
19	State and community highway safety	83,400
20	Special revenue funds:	
21	Private funds	40,000
22	State general fund/general purpose	\$ 34,020,700
23	CENTER FOR HEALTH PROMOTION	
24	Total full-time equated positions	56.7
25	AIDS and risk reduction clearinghouse and	
26	media campaign	\$ 1,700,000
27	Cancer prevention and control	
28	program--17.0 FTE positions	5,266,500
29	Center administration--4.0 FTE positions	310,900

1	Chronic disease prevention--2.5 FTE positions	1,608,200
2	Diabetes local agreements	227,400
3	Employee wellness program grants (includes \$50.00 per	
4	diem and expenses for the risk reduction and AIDS	
5	policy commission)	2,450,000
6	Health education, promotion, and research	
7	programs--23.0 FTE positions	1,506,900
8	Injury control intervention project--1.0 FTE positions	316,500
9	Public health traffic safety	
10	coordination--1.0 FTE positions	150,600
11	School health curricula	2,000,000
12	School health education project	80,000
13	Smoking prevention program--3.2 FTE positions	1,063,600
14	Spinal cord and traumatic brain injury registry	50,000
15	Survey and analysis--5.0 FTE positions	<u>455,600</u>
16	GROSS APPROPRIATION	\$ 17,186,200
17	Appropriated from:	
18	Federal revenues:	
19	Diabetes control	208,000
20	Federal grants and contracts	6,679,900
21	Medical assistance program, title XIX	69,200
22	Preventive health and health services block grant	1,357,800
23	State and community highway safety	135,900
24	Special revenue funds:	
25	Private funds	17,500
26	Michigan health initiative fund	4,874,000
27	Sales of publications	45,000
28	State general fund/general purpose	\$ 3,798,900
29	BUREAU OF CHILD AND FAMILY SERVICES	

1	Total full-time equated positions	98.8	
2	Salaries and wages--90.8 FTE positions	\$	3,718,100
3	Longevity and insurance		660,900
4	Retirement		1,010,900
5	Contractual services, supplies, and materials		1,607,400
6	Travel		175,400
7	Automated data processing		2,905,100
8	Special projects--8.0 FTE positions		<u>753,300</u>
9	GROSS APPROPRIATION	\$	10,831,100
10	Appropriated from:		
11	Federal revenues:		
12	Family planning projects, title X		590,400
13	Federal grants and contracts		753,300
14	Medical assistance program, title XIX		1,009,300
15	Special supplemental food program for women, infants,		
16	and children		6,222,900
17	Special revenue funds:		
18	Private funds		50,000
19	State general fund/general purpose	\$	2,205,200
20	CHILD AND FAMILY SERVICES GRANTS		
21	Adolescent health care services	\$	2,142,300
22	Dental programs		110,400
23	Early and periodic screening, diagnosis, and		
24	treatment outreach		4,800,000
25	Family planning local agreements		7,073,400
26	Lead paint program		491,800
27	Local MCH services		1,271,200
28	Maternity, infant, and children's health care		
29	local agreements		7,034,700

1	Migrant health care	166,100
2	Pregnancy prevention program	2,793,100
3	Prenatal care community demonstration projects .	58,200
4	Prenatal care outreach and service delivery report	7,691,400
5	Sudden infant death syndrome program	121,300
6	Women, infants, and children program local agreements	
7	and food costs	<u>134,991,700</u>
8	GROSS APPROPRIATION	\$ 168,745,600
9	Appropriated from:	
10	Interdepartmental grant revenues:	
11	Interdepartmental grant from department of social	
12	services	4,800,000
13	Federal revenues:	
14	Family planning projects, title X	3,627,100
15	Maternal and child health block grant	9,470,100
16	Medical assistance program, title XIX	4,637,400
17	Preventive health and health services block grant	1,164,100
18	Special supplemental food program for women, infants,	
19	and children	101,659,200
20	Special revenue funds:	
21	Private funds	405,700
22	Private-WIC food program formula rebates	33,332,500
23	State general fund/general purpose	\$ 9,649,500
24	CHILDREN'S SPECIAL HEALTH CARE SERVICES	
25	Total full-time equated positions	86.5
26	Salaries and wages--84.5 FTE positions	\$ 3,222,400
27	Longevity and insurance	698,500
28	Retirement	884,800
29	Contractual services, supplies, and materials .	878,900

1	Travel	96,100
2	Amputee program	184,600
3	Bequests for care and services--2.0 FTE positions	804,600
4	Case management services	3,723,500
5	Conveyor contract	489,100
6	Medical care and treatment	84,434,800
7	Pediatric AIDS prevention and control	450,000
8	Sickle cell and other genetic services	<u>1,729,400</u>
9	GROSS APPROPRIATION	\$ 97,596,700
10	Appropriated from:	
11	Interdepartmental grant revenues:	
12	Interdepartmental grant from mental health	700,000
13	Federal revenues:	
14	Federal grants and contracts	450,000
15	Maternal and child health block grant	11,451,000
16	Medical assistance program, title XIX	35,205,500
17	Special revenue funds:	
18	Private-bequests	450,000
19	Fees and collections	5,023,600
20	State general fund/general purpose	\$ 44,316,600
21	SUBSTANCE ABUSE PROGRAM ADMINISTRATION	
22	Total full-time equated positions	51.0
23	Salaries and wages--38.5 FTE positions	\$ 1,460,000
24	Longevity and insurance	283,700
25	Retirement	402,600
26	Contractual services, supplies, and materials	136,500
27	Travel	72,800
28	Federal projects--12.5 FTE positions	<u>1,352,200</u>
29	GROSS APPROPRIATION	\$ 3,707,800

1	Appropriated from:	
2	Federal revenues:	
3	Alcohol, drug abuse, and mental health block grant	793,400
4	Federal grants and contracts	435,900
5	Special revenue funds:	
6	State license and fine revenues	200,000
7	State general fund/general purpose	\$ 2,278,500
8	SUBSTANCE ABUSE GRANTS AND CONTRACTS	
9	Chemically-dependent pregnant women	
10	and children program	\$ 1,100,000
11	Community substance abuse prevention, education,	
12	and treatment grants	62,629,100
13	Federal and other special projects	7,011,700
14	Highway safety projects	337,200
15	Medicaid reimbursement for substance abuse	
16	services	17,696,800
17	Program enhancement, evaluation, and data services	1,137,600
18	State disability assistance program substance	
19	abuse services	<u>6,600,000</u>
20	GROSS APPROPRIATION	\$ 96,512,400
21	Appropriated from:	
22	Federal revenues:	
23	Alcohol, drug abuse, and mental health block grant	44,017,200
24	Federal grants and contracts	6,996,700
25	Medical assistance program, title XIX	10,058,900
26	State and community highway safety	200,000
27	Special revenue funds:	
28	State license and fine revenues	1,360,000
29	State general fund/general purpose	\$ 33,879,600

1 **GENERAL SECTIONS**

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 \$214,573,100.00 and state spending to units of local
 5 government is as follows:

6 Department of Public Health

7 Infectious Disease control

8	AIDS local counseling and testing	\$	702,300
9	Local AIDS referral and care network grants .		223,000
10	Immunization program		47,000
11	Tuberculosis aid		3,300
12	Sexually transmitted disease project		468,600
13	Community environmental health water system		
14	monitoring program		1,500,000

15 Center for Health Promotion

16	Diabetes local agreements		41,600
17	Employee wellness grants program		1,226,000
18	School health curricula		2,000,000

19 Health Systems Local Grants

20	Local public health infrastructure		825,300
21	State/local cost sharing		32,187,300
22	Refugee health program		30,000

23 Child and Family Services Grants

24	Adolescent health care services		1,189,600
25	Family planning		1,735,000
26	Maternity, infants, and children health care		

27	local agreements		246,100
28	Pregnancy prevention program		612,300

29 Prenatal care outreach and service delivery

1	support	2,200,000
2	Substance Abuse Grants	
3	Community substance abuse prevention, education,	
4	and treatment grants	19,870,700
5	Children's Special Health Care Services	
6	Case management	<u>1,263,300</u>
7	Total	\$ 66,371,400

8 (2) When it appears to the director of the department that state
9 spending to local units of government will be less than the amount that
10 was projected to be expended for any quarter, the director shall
11 immediately give notice of the approximate shortfall to the department
12 of management and budget, the senate and house appropriations
13 committees, and the senate and house fiscal agencies.

14 Sec. 202. The appropriations made and the expenditures authorized
15 under this act and the departments, agencies, commissions, boards,
16 offices, and programs for which an appropriation is made under this act
17 are subject to the management and budget act, Act No. 431 of the Public
18 Acts of 1984, being sections 18.1101 to 18.1594 of the Michigan
19 Compiled Laws.

20 Sec. 203. As used in this act:

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

22 (b) "Department" or "DPH" means the department of public health.

23 (c) "DNR" means department of natural resources.

24 (d) "FTE" means full-time equated.

25 (e) "IDG" means interdepartmental grant.

26 (f) "IDT" means intradepartmental transfer.

27 (g) "Title XVIII" means title XVIII of the social security act,
28 chapter 531, 49 Stat. 620, 42 U.S.C. 1395 to 1395b, 1395b-2, 1395c to
29 1395i, 1395i-2 to 1395i-4, 1395j to 1395t, 1395u to 1395w-2, 1395w-4 to

1 1395zz, and 1395bbb to 1395ccc.

2 (h) "Title XIX" means title XIX of the social security act,
3 chapter 531, 49 Stat. 620, 42 U.S.C. 1396 to 1396d, 1396f to 1396g, and
4 1396i to 1396s.

5 (i) "WIC" means women, infants, and children.

6 Sec. 204. Basic health services for the fiscal year beginning
7 October 1, 1994, for the purpose of part 23 of the public health code,
8 Act No. 368 of the Public Acts of 1978, being sections 333.2301 to
9 333.2321 of the Michigan Compiled Laws, are those described by the
10 department in its proposed program statement dated October 16, 1981,
11 and in the "prenatal postpartum" care, proposed basic health service
12 program statement" included in the department document entitled "A
13 Study of Prenatal Care as a Basic Service," dated March 1, 1986, and
14 for which the legislature has made funds available in amounts necessary
15 to ensure their availability and accessibility. The services described
16 in the statement are: immunizations, communicable disease control,
17 venereal disease control, tuberculosis control, prevention of gonorrhea
18 eye infection in newborns, screening newborns for phenylketonuria,
19 screening newborns for hypothyroidism, health/medical annex of
20 emergency preparedness plan, licensing and surveillance of agricultural
21 labor camps, and prenatal care.

22 Sec. 205. (1) Beginning October 1, 1994, there shall be a hiring
23 freeze imposed on the state classified civil service. State departments
24 and agencies shall be prohibited from hiring any new full-time state
25 classified civil service employees and prohibited from filling any
26 vacant state classified civil service positions. This hiring freeze
27 does not apply to internal transfers from one position to another
28 within a department or to positions that are funded 80% or more from
29 federal or restricted funds.

1 (2) The director of the department of management and budget shall
2 grant exceptions to this hiring freeze when the director believes that
3 such a hiring freeze will result in rendering a state department or
4 agency unable to deliver basic services. The director of the department
5 of management and budget shall report by the fifteenth of each month to
6 the chairpersons of the senate and house appropriations committees the
7 number of exclusions to the hiring freeze approved during the previous
8 month and the reasons to justify the exclusion.

9 Sec. 206. If the revenue collected by the department from fees and
10 collections exceeds the amount appropriated in section 101, the revenue
11 may be carried forward into the subsequent fiscal year. The revenue
12 carried forward under this section shall be used as the first source of
13 funds in the subsequent fiscal year.

14 Sec. 207. The department shall not pay for a billing received from
15 a contractor or service provider that is submitted more than 12 months
16 after the bill for good or service is provided.

17 Sec. 208. The amounts appropriated for utilities and that portion
18 of contractual services, supplies, and materials used to pay for
19 utility service to state facilities in section 101 may be expended in a
20 manner consistent with the provisions of section 253 of the management
21 and budget act, Act 431 of the Public Acts of 1984, being section
22 18.1253 of the Michigan Compiled Laws.

23 Sec. 209. In addition to the funds appropriated in section 101,
24 there is hereby appropriated such federal, local, or private funds as
25 the department may be eligible to receive up to a total of \$25,000,000.
26 These funds shall not be available for expenditure unless transferred
27 to a line item in this act in compliance with the applicable provisions
28 of section 393 of the management and budget act, Act 431 of the Public
29 Acts of 1984, being section 18.1393 of the Michigan Compiled Laws.

1 Sec. 210. From the funds appropriated in Section 101, the
2 department may make grants in support of the Michigan neighborhood
3 partnership to non-profit organizations for purposes consistent with
4 the purposes of the line-item appropriation from which the grant is
5 made. The total of such grants made by the department may not exceed
6 \$50,000.

7 **EXECUTIVE SERVICES**

8 Sec. 301. Of the amount appropriated in section 101 from revenues
9 from fees and collections, not more than \$250,000.00 received from the
10 sale of vital records death data shall be used for improvements in the
11 vital records and health statistics program. The amount described in
12 this section shall not revert to the general fund at the end of the
13 fiscal year ending September 30, 1995. Not later than December 1, 1995,
14 the amount of any unexpended balances and the proposed uses for those
15 balances shall be reported to the department of management and budget,
16 the members of the senate and house appropriations subcommittees on
17 public health, and the senate and house fiscal agencies.

18 Sec. 302. Before December 1, 1994, the department shall submit a
19 list of projects by expenditure category to be supported with the funds
20 appropriated in section 101 for maternal and infant health data and
21 evaluation to the members of the senate and house appropriations
22 subcommittees on public health, the senate and house fiscal agencies,
23 and the department of management and budget. The list shall include a
24 project that links birth outcomes to maternal participation in state
25 funded maternal and child health programs.

26 **INFECTIOUS DISEASE CONTROL**

27 Sec. 401. The department shall develop a plan to identify and meet
28 the outstanding needs for immunization services in both rural and urban
29 areas of the state for underserved populations. The plan shall be

1 presented to the senate and house appropriations subcommittees on
2 public health, and senate and house fiscal agencies and the department
3 of management and budget no later than April 1, 1995. Efforts shall be
4 made to have input from the affected parties in the development and
5 implementation of the plan.

6 Sec. 402. State funds appropriated in any other account in section
7 101 may be used to supplant not more than \$350,000.00 in federal funds
8 projected for immunization, if the federal funds are unavailable. The
9 department shall inform the senate and house appropriations
10 subcommittees on public health, senate and house fiscal agencies, and
11 the department of management and budget of the specific line items
12 reduced pursuant to this section.

13 Sec. 403. In the expenditure of funds appropriated in section 101
14 for AIDS programs, the department and its subcontractors shall ensure
15 that adolescents receive priority for prevention, education, and
16 outreach services.

17 Sec. 404. From the funds appropriated in section 101 for AIDS
18 referral and care network grants, \$100,000 is allocated for the cost of
19 implementing court orders for persons with AIDS who by reasons of their
20 behavior are considered a threat to public health and who are committed
21 under section 5205 of Act 368 of the Public Acts of 1978, as amended,
22 being section 333.5205 of the Michigan Compiled Laws.

23 **COMMUNITY ENVIRONMENTAL HEALTH**

24 Sec. 501. The department shall submit a report by July 1, 1995 to
25 the senate and house appropriations subcommittees on public health, the
26 senate and house fiscal agencies, and the department of management and
27 budget. The report shall contain all of the following information:

28 (a) The number of licensed food service establishments in the
29 jurisdiction of each local health department.

1 (b) The number of food service establishment inspections performed
2 by each local health department.

3 (c) A summary of the rating or results of each food service
4 establishment inspection performed by a local health department.

5 (d) State funding allocations for local health department food
6 service inspection activities and the sources of funding for these
7 allocations.

8 (e) Expenditures from allocations reported under subdivision (d).

9 Sec. 502. The department shall review and certify laboratories
10 used or intended for use in the testing of water from public water
11 supplies in accordance with section 11 of the safe drinking water act,
12 Act No. 399 of the Public Acts of 1976, being section 325.1011 of the
13 Michigan Compiled Laws. The department may contract with the national
14 sanitation foundation, international, to assist in administering this
15 section. The department may charge a fee for the review and
16 certification. The review and certification fees charged by the
17 department shall not exceed the fees charged by the national sanitation
18 foundation, international, for laboratory accreditation before the
19 effective date of this section. The costs of the review and
20 certification program shall not exceed the total amount collected from
21 the fees.

22 Sec. 503. (1) The department shall not reimburse a claim by an
23 operator of an agricultural labor camp pursuant to sections 333.12431
24 and 333.12432 of the public health code, Act No. 368 of the Public Acts
25 of 1978, being sections 333.12431 and 333.12432 of the Michigan
26 Compiled Laws, from the amount appropriated in section 101 for migrant
27 labor housing grants, until that portion of the labor camp utilized for
28 migrant housing is in compliance with all state statutes and rules
29 pertaining to the licensure of migrant labor camps as determined by

1 on-site inspections both before and after occupancy.

2 (2) The amount appropriated in section 101 for migrant labor
3 housing grants expended by the department for remodeling projects shall
4 only be expended on remodeling projects started after January 1, 1987.
5 The department of public health shall report before February 1, 1995 to
6 the department of management and budget, the senate and house
7 appropriations subcommittees on public health, and the senate and house
8 fiscal agencies on the utilization of the program and program
9 expenditures. The report shall include the name of each agricultural
10 labor camp that received a grant, the amount of the grant for each
11 agricultural labor camp, and any amount that was received by the
12 agricultural labor camp from any other governmental unit.

13 (3) The department shall report by April 1, 1995 to the senate and
14 house appropriations subcommittees on public health and the senate and
15 house fiscal agencies on both of the following:

16 (a) The number of migrant labor housing units licensed in 1987 and
17 1994.

18 (b) The percentage of migrant labor housing units in 1987 and 1994
19 not meeting state migrant housing licensure standards.

20 (4) An agricultural labor camp operator receiving a grant from the
21 department for remodeling from the amount appropriated in section 101
22 for migrant labor housing grants shall not do either of the following:

23 (a) Convert a migratory housing unit that has been remodeled with
24 grant funding to a use other than for migratory housing within 3 years
25 after receipt of the grant.

26 (b) Charge rent to an occupant of a migratory housing unit that
27 has been remodeled with grant funding within 3 years after receipt of
28 the grant.

29 (5) If an agricultural labor camp operator violates subsection

1 (4), the department shall institute proceedings to recover the grant
2 funds from the operator.

3 (6) The department may also expend the amount appropriated in
4 section 101 for migrant labor housing grants for construction of new
5 migrant labor housing. Project grants shall not exceed \$2,000.00 per
6 unit. An applicant is not eligible for more than a \$10,000.00 grant in
7 any fiscal year. Units shall be equivalent in construction to units
8 approved by the farmers home administration for low interest
9 construction loans and shall be not less than 484 square feet in size
10 with a minimum of 1 bedroom, a kitchen, flush toilet, lavatory, and
11 bathing facilities.

12 (7) In administering the grants for new migrant housing, the
13 department shall use application, agreement, claim, and payment
14 procedures set forth in R 325.3635 to R 325.3641 of the Michigan
15 administrative code.

16 **HEALTH SYSTEMS LOCAL GRANTS**

17 Sec. 601. The amount appropriated in section 101 for state/local
18 cost sharing may be used for special grants to local health departments
19 to satisfy minimum funding levels prescribed by section 2477 of the
20 public health code, Act No. 368 of the Public Acts of 1978, being
21 section 333.2477 of the Michigan Compiled Laws, and any other
22 authorized supplement. The special grants shall not exceed a total of
23 \$250,000.00.

24 Sec. 602. The department and local health departments shall report
25 by April 1, 1995 to the members of the senate and house appropriations
26 subcommittees on public health, senate and house fiscal agencies, and
27 the department of management and budget on the disposition of the funds
28 distributed from the health and safety fund under the health and safety
29 fund act, Act No. 264 of the Public Acts of 1987, being sections

1 141.471 to 141.479 of the Michigan Compiled Laws, and sections 5 and 20
2 of Act No. 265 of the Public Acts of 1947, being sections 205.507 and
3 205.520 of the Michigan Compiled Laws. The report shall include all of
4 the following:

5 (a) Whether the funds received from the health and safety fund
6 were used for property tax relief and, if not, the specific programs
7 supported by that portion of the distribution mandated for public
8 health prevention programs and services.

9 (b) A comparison of total local support for local public health
10 departments for this fiscal year and for the previous fiscal year.

11 Sec. 603. The department shall repay debts only for health
12 professionals who enter a written contract to engage in the full-time
13 practice of providing health care services in a health resource
14 shortage area, or a percentage reimbursement equal to the percentage of
15 full-time work actually performed by a health care professional over a
16 2-year period in a health resource shortage area. The individual
17 seeking loan forgiveness shall be responsible to provide documentation
18 of their work in a health resource shortage area.

19 **CENTER FOR HEALTH PROMOTION**

20 Sec. 701. By January 1, 1995, the department shall submit a report
21 to the senate and house appropriations subcommittees on public health,
22 the senate and house fiscal agencies, and the department of management
23 and budget regarding grants and services provided from the Michigan
24 health initiative fund.

25 Sec. 702. From the state funds appropriated in section 101 for the
26 center for health promotion, the department shall allocate funds to
27 promote awareness, education, and early detection of breast, cervical,
28 and prostate cancer, and provide for other health promotion media
29 activities.

1 Sec. 703. By January 1, 1995, the department shall report to the
2 members of the senate and house appropriations subcommittees on public
3 health, the senate and house fiscal agencies, and the department of
4 management and budget on the amount and number of grants for delivery
5 of employee wellness services received by each local health department
6 compared to the total amount and number of grants disbursed by the
7 local health department from the amount appropriated in section 101 for
8 employee wellness program grants during the fiscal year ending
9 September 30, 1994 and a comparison with the amount and number of
10 grants received by local health departments in the fiscal year ending
11 September 30, 1991.

12 Sec. 704. Of the amount appropriated in section 101 for the spinal
13 cord and traumatic brain injury registry, no less than \$35,000.00 shall
14 be provided to the southeastern Michigan spinal cord injury system
15 (SMSCIS) for the design and implementation of a spinal cord and
16 traumatic brain injury registry if SMSCIS submits a proposal that is
17 acceptable to the department.

18 Sec. 705. (1) By December 1, 1994, the department shall submit a
19 report to the members of the senate and house appropriations
20 subcommittees on public health, the senate and house fiscal agencies,
21 and the department of management and budget on the employee wellness
22 and chronic disease programs. The report shall include a listing of all
23 agencies expected to receive the funds and the allotted amount for each
24 agency, the amount expected to be spent on direct services to employees
25 and the expected number of persons to be served, and any other planned
26 uses for the funds.

27 (2) By April 1, 1995, the department shall report to the parties
28 specified in subsection (1) on the actual number of persons served, the
29 funds expended by each agency that received funds under the program,

1 and the amount spent on direct services to employees.

2 Sec. 706. In developing and implementing AIDS provider education
3 activities, the department may provide funding to the Michigan state
4 medical society to continue to serve as lead agency to convene a
5 consortium of health care providers, to design needed educational
6 efforts, to fund other statewide provider groups, and to assure
7 implementation of these efforts, in accordance with a plan approved by
8 the department.

9 Sec. 707. (1) The amount appropriated in section 101 for the
10 school health curricula shall be allocated in 1994-95 to provide grants
11 to or contract with certain districts and intermediate districts for
12 the provision of a school health education curriculum. Provision of the
13 curriculum, such as the Michigan model or another comprehensive school
14 health education curriculum, shall be in accordance with the health
15 education goals established by the Michigan model for the comprehensive
16 school health education state steering committee. The state steering
17 committee shall be comprised of a representative from each of the
18 following offices and departments:

19 (a) The department of education.

20 (b) The department of mental health.

21 (c) The department of public health.

22 (d) The office of substance abuse services in the department of
23 public health.

24 (e) The department of social services.

25 (f) The department of state police.

26 (2) Upon written or oral request, a pupil not less than 18 years
27 of age or a parent or legal guardian of a pupil less than 18 years of
28 age, within a reasonable period of time after the request is made,
29 shall be informed of the content of a course in the health education

1 curriculum and may examine textbooks and other classroom materials that
 2 are provided to the pupil or materials that are presented to the pupil
 3 in the classroom. This subsection does not require a school board to
 4 permit pupil or parental examination of test questions and answers,
 5 scoring keys, or other examination instruments or data used to
 6 administer an academic examination.

7 **CHILD AND FAMILY SERVICES GRANTS**

8 Sec. 801. The department shall review the basis for the
 9 distribution of funds to local health departments and other public and
 10 private agencies for the women, infants, and children food supplement
 11 program; family planning; early and periodic screening, diagnosis, and
 12 treatment program; and prenatal care outreach and service delivery
 13 support program and indicate the basis upon which any projected
 14 underexpenditures by local public and private agencies shall be
 15 reallocated to other local agencies that demonstrate need.

16 Sec. 802. (1) Agencies receiving funds appropriated from section
 17 101 for adolescent health care services shall meet all of the following
 18 criteria:

19 (a) Require each adolescent health clinic funded by the agency to
 20 report to the department on an annual basis all of the following
 21 information:

22 (i) Funding sources of the adolescent health clinic.

23 (ii) Demographic information of populations served including sex,
 24 age, and race.

25 (iii) Utilization data that reflects the number of visits and
 26 repeat visits and types of services provided per visit.

27 (iv) Types and number of referrals to other health care agencies.

28 (b) Require each local school board funded by the agency to
 29 establish a local advisory committee before the planning phase of an

1 adolescent health clinic intended to provide services within that
2 school district. The advisory committee shall be comprised of not less
3 than 50% residents of the local school district, and shall not be
4 comprised of more than 50% health care providers. A person who is
5 employed by the sponsoring agency shall not have voting privileges as a
6 member of the advisory committee. All advisory committee meetings shall
7 be open to the public with at least a 1-week notice of the meeting date
8 published in the local newspaper.

9 (c) Not allow an adolescent health clinic funded by the agency, as
10 part of the services offered, to provide abortion counseling or
11 services or make referrals for abortion services.

12 (d) If a local advisory committee established under subdivision
13 (b) recommends that family planning be provided as a service, require
14 that any public information brochure include family planning in its
15 description of the entire array of services provided by the adolescent
16 health clinic.

17 (e) Require each adolescent health clinic funded by the agency to
18 have a written policy on parental consent, developed by the local
19 advisory committee and submitted to the local school board for approval
20 if the services are provided in a building where instruction is
21 provided in grades kindergarten through 12.

22 (2) A local advisory committee established under subsection
23 (1)(b), in cooperation with the sponsoring agency, shall submit written
24 recommendations regarding the implementation and types of services
25 rendered by an adolescent health clinic to the local school board for
26 approval of adolescent health services rendered in a building where
27 instruction is provided in grades kindergarten through 12.

28 (3) The department shall submit a report to the members of the
29 senate and house appropriations subcommittees on public health, senate

1 and house fiscal agencies, and the department of management and budget
2 based on the information provided under subsection (1)(a). The report
3 is due 90 days after the end of the calendar year.

4 Sec. 803. (1) In allocating the amount appropriated in section 101
5 for adolescent health care services, the department shall give equal
6 consideration for funding to proposals based on the comprehensive
7 adolescent health center model, as outlined by the adolescent health
8 advisory committee, and to alternative models of adolescent health
9 service delivery.

10 (2) The department shall submit a plan for the allocation of the
11 adolescent health care services appropriations to the house and senate
12 appropriations subcommittees on public health, the house and senate
13 fiscal agencies, and the department of management and budget. The
14 allocations shall be based on a formula developed pursuant to section
15 1104(3) of Act No. 166 of the Public Acts of 1992.

16 (3) The department shall not spend the funding appropriated in
17 section 101 for adolescent health services until 15 days after the
18 department has submitted the allocation formula developed pursuant to
19 section 1104(3) of Act No. 166 of the Public Acts of 1992 to the
20 members of the house and senate appropriations subcommittees on public
21 health, the house and senate fiscal agencies, and the department of
22 management and budget for review.

23 Sec. 804. The funds appropriated in section 101 for adolescent
24 health care services shall not be used to fund grants for planning for
25 or community coordination of additional adolescent health care
26 programs.

27 Sec. 805. By April 1, 1995, the department shall submit a report
28 to the members of the house and senate appropriations subcommittees on
29 public health, the house and senate fiscal agencies, and the department

1 of management and budget on planned allocations from the amounts
2 appropriated in section 101 for maternity, infant, and children's
3 health care local agreements, prenatal care outreach and service
4 delivery support, family planning local agreements, and pregnancy
5 prevention program. Using applicable federal definitions, the report
6 shall include information on all of the following:

- 7 (a) Funding allocations.
- 8 (b) Basis for grantee selection.
- 9 (c) Expected cost per client served by grantee.
- 10 (d) Number of women, children, and/or adolescents expected to be
11 served.
- 12 (e) Expected first and third party collections by source of
13 payment.
- 14 (f) The extent to which grantees meet federal indicators, when
15 applicable.
- 16 (g) Actual numbers served and amounts expended in the categories
17 described in subdivisions (a) to (e) for the fiscal year 1992-93.

18 Sec. 806. For all programs for which an appropriation is made in
19 section 101 for child and family services grants, the department shall
20 contract with those local public and private nonprofit agencies best
21 able to serve clients. Factors to be used by the department in
22 evaluating agencies under this section shall include ability to serve
23 high-risk population groups; ability to serve low-income clients, where
24 applicable; availability of, and access to, service sites; management
25 efficiency; and ability to meet federal standards, where applicable.

26 Sec. 807. Each family planning program receiving federal title X
27 family planning funds shall be in compliance with all performance and
28 quality assurance indicators that the United States bureau of community
29 health services specifies as its common reporting requirements. An

1 agency not in compliance with the indicators shall not receive
2 supplemental or reallocated funds.

3 Sec. 808. Of the amount appropriated in section 101 for prenatal
4 care outreach and service delivery support, not more than 10% shall be
5 expended for local administration, data processing, and evaluation.

6 Sec. 809. In the spending of the funds appropriated for the
7 pregnancy prevention program, the department shall continue to fund at
8 existing levels programs to prevent teen pregnancy and programs that
9 provide long-term implanted or injectable contraceptive devices.

10 Sec. 810. (1) From the amount appropriated in section 101 for the
11 pregnancy prevention program, the department shall fund 4 competitively
12 bid demonstration projects. The projects shall increase the
13 availability of pregnancy prevention services to persons at or below
14 185% of the federal poverty level, including expansion of the
15 availability of services to substance abusing individuals. The maximum
16 demonstration project amount shall be \$225,000.00. No more than 25% of
17 each project's allocation may be used for innovative outreach and
18 community awareness efforts.

19 (2) The projects funded under the provisions of subsection (1)
20 shall be located in counties with the greatest number of pregnancies of
21 individuals age 17 and under in calendar year 1990.

22 (3) In reviewing project proposals, the department shall consider
23 the provisions of section 814.

24 (4) The department shall report to the house and senate
25 appropriations subcommittees on public health, the house and senate
26 fiscal agencies, and the department of management and budget on the
27 level of the allocations made under this section, and the names and
28 locations of the recipients of the allocations.

29 Sec. 811. A clinic, institution, or other health facility

1 receiving state funding for family planning purposes shall provide to a
2 client seeking family planning services, at initial contact, a pamphlet
3 containing educational information to assist the patient in making
4 responsible parenting decisions. The pamphlet shall include, but not be
5 limited to, information regarding the physical, financial, and time
6 commitment involved in parenting. The pamphlets required by this
7 section shall be provided by the department. The pamphlets shall be
8 written in English and in clear, nontechnical terms. Copies of the
9 pamphlets shall also be printed in Spanish and distributed upon request
10 to the clinics, institutions, and other health facilities described in
11 this section.

12 Sec. 812. Expenditures for the early and periodic screening,
13 diagnosis, and treatment outreach program shall not exceed the actual
14 amount of funds available from the department of social services and
15 any associated federal matching funds.

16 Sec. 813. For all contracts related to infant mortality services,
17 the department shall ensure that contractors coordinate their services
18 with other infant mortality efforts. Assurance of coordination may
19 include letters of agreement between health department projects and
20 other public or private initiatives. Examples of immediate concern
21 include the linking of paraprofessional outreach, substance abuse,
22 transportation, and maternal support services with agencies providing
23 primary pre- and postnatal care services.

24 Sec. 814. The legislature recognizes the importance of
25 communicating to preteens about the importance of delaying sexual
26 activity and therefore the legislature supports the development of
27 abstinence programs for this age group. In addition, the legislature
28 supports the use of comprehensive health care programs to address teen
29 sexual activity, teenage pregnancy, and sexually transmitted diseases.

1 Sec. 815. The department is authorized to pursue reimbursement for
2 family planning services for persons at or below 185% of the federal
3 poverty level from the federal Medicaid program. If the department
4 receives such approval from the federal government, the department may
5 receive and expend available federal funding to enhance or expand
6 family planning services. Any such enhancement or expansion shall not
7 result in general fund/general purpose expenditures more than existing
8 general fund/general purpose appropriations for these purposes.

9 **CHILDREN'S SPECIAL HEALTH CARE SERVICES**

10 Sec. 901. Money appropriated in section 101 for medical care and
11 treatment of crippled children shall be paid according to reimbursement
12 policies determined by the Michigan medical assistance program.
13 Exceptions to these policies may be taken with the prior approval of
14 the department of management and budget.

15 Sec. 902. The department may do 1 or more of the following:

16 (a) Provide special formula for eligible clients with specified
17 metabolic and allergic disorders.

18 (b) Provide medical care and treatment to eligible patients with
19 cystic fibrosis who are 21 years of age or older.

20 (c) Provide genetic diagnostic and counseling services for
21 eligible families.

22 (d) Provide medical care and treatment to eligible patients with
23 hereditary coagulation defects, commonly known as hemophilia, who are
24 21 years of age or older.

25 Sec. 903. (1) By April 1, 1995, the department shall submit a
26 report to the members of the senate and house appropriations
27 subcommittees on public health on the crippled children case management
28 services program. The report shall include funding allocations by local
29 health departments or other contractors and the number of children and

1 families expected to be served by the agency.

2 (2) By April 1, 1995, the department shall report to the parties
3 specified in subsection (1) on the actual number of persons served and
4 the amounts expended by each agency that received funds under the
5 program for fiscal year 1993-94.

6 Sec. 904. Before implementing changes in the method of reimbursing
7 health care providers in the program of services for crippled children,
8 the department, with the assistance and advice of the children's
9 special health care services advisory committee, shall develop and
10 submit a plan to the house and senate appropriations subcommittees on
11 public health, the house and senate fiscal agencies, and the department
12 of management and budget. The plan shall include the proposed changes
13 and an assessment of the impact of those proposed changes on client
14 eligibility standards, caseload, quality of care, availability of
15 services, and health care provider participation.

16 **SUBSTANCE ABUSE GRANTS AND CONTRACTS**

17 Sec. 1001. Of the funds appropriated in section 101 for substance
18 abuse, not more than 10% of state administered funds may be expended
19 for administration of coordinating agencies.

20 Sec. 1002. The amount appropriated in section 101 for substance
21 abuse prevention, education, and treatment grants shall be expended for
22 contracting with coordinating agencies or designated service providers.

23 Sec. 1003. From the amounts appropriated in section 101 for
24 substance abuse grants and contracts not otherwise allocated to
25 coordinating agencies on the basis of formula, \$200,000.00 shall be
26 allocated to the community, alliance, resource, environmental substance
27 abuse program.

28 Sec. 1004. Before changing the allocation formula currently being
29 used to distribute substance abuse grants and contracts, the department

1 shall submit the changes and their impact upon substance abuse
2 coordinating agencies, programs, and services for review to the members
3 of the house and senate appropriations subcommittees on public health,
4 the house and senate fiscal agencies, and the department of management
5 and budget.

6 Sec. 1005. The funding in section 101 for substance abuse services
7 shall be distributed in a manner so as to provide priority to service
8 providers which furnish child care services to clients with children.

9 Sec. 1006. In allocating the amount appropriated in section 101
10 for community substance abuse prevention, education, and treatment
11 grants, the department shall earmark, consistent with the federal block
12 grant requirements.

13 Sec. 1007. In spending the funds appropriated in section 101 for
14 community substance abuse prevention, education, and treatment grants,
15 the office of substance abuse services and its subcontractors shall
16 ensure that chemically dependent pregnant women and women with
17 dependent children receive priority for services.

18 Sec. 1008. (1) The funds appropriated in section 101 for the state
19 disability assistance substance abuse services program shall be used to
20 support per diem room and board payments in substance abuse residential
21 facilities. Eligibility of clients for the state disability assistance
22 substance abuse services program shall be determined in accordance with
23 section 805 of House Bill 5514 (S-1)(R-1) of the 86th legislature.

24 (2) The department shall reimburse all licensed substance abuse
25 programs eligible to participate in the program at a rate equivalent to
26 that paid by the department of social services to adult foster care
27 providers. Programs accredited by department-approved accrediting
28 organizations shall be reimbursed at the personal care rate, while all
29 other eligible programs shall be reimbursed at the domiciliary care

1 rate.

2 Sec. 1009. (1) The department shall perform a study of actual
3 costs of providing substance abuse services by licensed substance abuse
4 providers receiving state funds. Until that study is completed, the
5 department shall permit reasonable reimbursement to providers not to
6 exceed the amounts appropriated in section 101 for substance abuse
7 grants and contracts, with appropriate documentation. The department,
8 in cooperation with the Michigan association of substance abuse
9 coordinators, substance abuse service providers, and other interested
10 parties, will develop a reimbursement method for substance abuse
11 services. The department shall also explore the possibility of using
12 full-cost reimbursement for services provided to medicaid clients with
13 other funds providing the match for the federal funds.

14 (2) By April 1, 1995, the department shall report to the senate
15 and house appropriations subcommittees on public health, the senate and
16 house fiscal agencies, and the department of management and budget on
17 the cost study and any proposed changes in the reimbursement and
18 contracting procedures.

19 Sec. 1010. If substance abuse coordinating agencies receiving
20 funding from the amount appropriated in section 101 for substance abuse
21 services cease to exist or merge with other coordinating agencies, or
22 otherwise restructure, the administrative savings resulting from such a
23 change will be redistributed to the restructured substance abuse
24 coordinating agencies for substance abuse treatment services.