

FY 2021-22: HEALTH AND HUMAN SERVICES
Summary: As Passed by the Senate
Senate Bill 79 (S-3)



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IDG/IDT	FY 2020-21 YTD as of 2/11/21	FY 2021-22 Executive	FY 2021-22 House	FY 2021-22 Senate	FY 2021-22 Conference	Difference: Senate From FY 2020-21 YTD	
						Amount	%
	\$13,829,900	\$13,791,400	\$3,932,000	\$13,706,800		(\$123,100)	(0.9)
Federal	20,159,666,800	22,910,690,100	21,191,501,300	22,939,242,000		\$2,779,575,200	13.8
Local	161,422,800	162,680,200	138,423,100	136,826,500		(\$24,596,300)	(15.2)
Private	177,172,500	189,276,500	100,815,500	190,865,200		\$13,692,700	7.7
Restricted	2,989,480,100	3,094,113,000	2,991,883,000	3,093,149,900		\$103,669,800	3.5
GF/GP	5,224,838,900	5,276,683,000	4,273,543,300	5,236,676,600		\$11,837,700	0.2
Gross	\$28,726,411,000	\$31,647,234,200	\$28,700,098,200	\$31,610,467,000		\$2,884,056,000	10.0
FTEs	15,487.0	15,589.5	15,545.5	14,782.8		(704.2)	(4.5)

Notes: (1) FY 2020-21 year-to-date figures include mid-year budget adjustments through February 11, 2021. (2) Appropriation figures for all years include all proposed appropriation amounts, including amounts designated as "one-time." (3) Information on House budget action in this document is based on House Bill 4399 as passed by the House. The majority of the appropriations in the House-passed version provided the equivalent of one-quarter of the annual appropriation.

Overview

The Department of Health and Human Services (DHHS) includes programs and services to assist Michigan's most vulnerable families, including public assistance programs, protecting children and assisting families by administering foster care, adoption, and family preservation programs and by enforcing child support laws, and funding for behavioral health (mental health and substance use disorder), population health, aging, crime victim, and medical services programs, including Medicaid and the Healthy Michigan Plan.

Major Budget Changes from FY 2020-21 YTD Appropriations	FY 2020-21 Year-to-Date (as of 2/11/21)	FY 2021-22 Senate Change
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Generally, the House Passed appropriates the equivalent of one quarter of the anticipated annual appropriation, except in areas such as statutorily required distributions, payments to locals, payments to individuals through entitlement programs, certain grants, and other non-personnel line items, which incorporate the full annual appropriation. For major budget changes listed below the quartered appropriations are annualized for comparison purposes.

MEDICAID AND BEHAVIORAL HEALTH – GENERAL

1. Traditional Medicaid Cost Adjustment

Executive includes \$369.8 million Gross (reduces \$68.6 million GF/GP) to recognize FY 2020-21 and FY 2021-22 caseload, utilization, and inflation adjustments, an additional 6.2 percentage point increase to the state FMAP provided under the federal Families First Coronavirus Response Act for 1 quarter (E-FMAP), traditional FMAP cost-sharing adjustments from 64.08% to 65.48%, and managed care risk corridor backout adjustments. Compared to FY 2019-20 expenditures, and including actuarial soundness adjustments in item #3, State Budget Office forecasts an average annual increase of 8.4%. House concurs with the Executive. Senate reduces Executive cost adjustments by \$14.0 million Gross (\$4.6 million GF/GP).

	Gross \$15,578,755,100	\$355,835,200
Federal	10,182,299,100	473,172,800
Local	53,347,500	(2,684,800)
Private	4,700,000	0
Restricted	2,209,920,900	(41,417,600)
GF/GP	\$3,128,487,600	(\$73,235,200)

	FY 2020-21 Year-to-Date (as of 2/11/21)	FY 2021-22 Senate Change
Major Budget Changes from FY 2020-21 YTD Appropriations		
2. Healthy Michigan Plan Cost Adjustment	Gross	\$5,176,326,000
<u>Executive</u> includes \$358.9 million Gross (\$35.9 million GF/GP) to recognize FY 2020-21 and FY 2021-22 caseload, utilization, and inflation adjustments, managed care risk corridor backout adjustments, and actuarial soundness adjustments for medical and behavioral health services in the Healthy Michigan Plan (HMP). Compared to FY 2019-20 expenditures, and including actuarial soundness adjustments in item #3, State Budget Office forecasts an average annual increase of 14.8%. <u>House</u> and <u>Senate</u> concur with the Executive.	Federal	\$358,919,200
	Local	323,027,300
	Restricted	0
	GF/GP	0
		\$35,891,900
3. Actuarial Soundness	Gross	NA
<u>Executive</u> includes \$299.6 million Gross (\$78.8 million GF/GP) to support an estimated 2.5% actuarial soundness adjustment for prepaid inpatient health plans (PIHPs), Medicaid Health plans, and Program of All-includes Care for the Elderly (PACE); 2.0% for home- and community-based services; 5.0% for Integrated Care Organizations (MI Health Link); 1.0% for Healthy Kids Dental, and 5.0% increase for PIHP autism services. <u>House</u> and <u>Senate</u> concur with the Executive.	Federal	NA
	GF/GP	NA
		\$299,600,000
		220,805,900
		\$78,794,100
4. Direct Care Wage Increase	Gross	\$250,000,000
<u>Executive</u> includes \$110.0 million Gross (\$54.7 million GF/GP), for an annual ongoing cost totaling \$360.0 million Gross (\$121.4 million GF/GP), to support a continuation of the temporary \$2 per hour wage increase for direct care workers. Current year funding is only for the first 5 months of FY 2020-21 and included on a one-time basis. Sec. 1000 is related boilerplate. <u>House</u> removes one-time funding and includes a \$100 placeholder. Sec. 1000 is related boilerplate. <u>Senate</u> includes \$200.6 million Gross (\$85.0 million GF/GP), for an annual ongoing cost totaling \$450.6 million Gross (\$151.7 million GF/GP) to support a \$2.35 per hour wage increase for an expanded definition of direct care workers. Sec. 231 is related boilerplate.	Federal	\$200,554,800
	GF/GP	115,543,400
		\$85,011,400
DEPARTMENTAL ADMINISTRATION AND SUPPORT		
5. CCWIS Module Development and Operations	FTE	6.0
<u>Executive</u> includes a net reduction of \$622,300 Gross (and a net increase of \$203,300 GF/GP) ongoing funding to replace development funding with maintenance and operational funding for the Comprehensive Child Welfare Information System (CCWIS) licensing module. Also includes one-time funding of \$16.8 million Gross (\$8.7 million GF/GP) and authorizes 6.0 FTE positions for the development of the CCWIS intake, investigation, and case management modules. These are the next 3 modules of the 8 remaining cloud-based modules to be implemented over the course of the next 4 to 5 years. <u>House</u> concurs with the Executive. <u>Senate</u> concurs with the Executive on the funding for the CCWIS licensing module, but does not include the additional one-time appropriations and FTE positions to develop the next three modules.	Gross	\$4,389,400
	Federal	(825,600)
	GF/GP	\$203,300
		\$2,600,000
6. MMIS – Home Help Payments	FTE	3.0
<u>Executive</u> includes \$21.0 million Gross (\$2.1 million GF/GP) to provide for changes to the Michigan Medicaid Information System (MMIS) to support Home Help payment changes. Changes would allow payments to be processed through CHAMPS rather than the Adult Service Authorized Payment System (ASAP). <u>House</u> includes on a one-time basis. <u>Senate</u> concurs with the Executive.	Gross	\$116,936,000
	Federal	\$21,000,000
	Private	18,900,000
	GF/GP	0
		\$2,100,000
		\$16,148,600

		FY 2020-21 Year-to-Date (as of 2/11/21)	FY 2021-22 Senate Change
Major Budget Changes from FY 2020-21 YTD Appropriations			
7. MiSACWIS Maintenance and Operations	Gross	\$5,647,800	\$2,345,200
<u>Executive</u> includes \$2.3 million Gross (\$1.8 million GF/GP) to support increased maintenance and operational costs of the Michigan Statewide Automated Child Welfare Information System centralized intake database and CPS technology suite. <u>House</u> and <u>Senate</u> concur with the Executive.	IDG/IDT	18,600	0
	TANF	761,700	0
	Federal	3,752,100	508,300
	Restricted	32,800	0
	GF/GP	\$1,082,600	\$1,836,900
8. MiHIN – One-Time	Gross	\$2,750,000	\$14,750,000
<u>House</u> includes a \$100 placeholder to continue one-time funding for the Michigan Health Information Network (MIHIN). <u>Senate</u> includes \$17,500,000 Gross (\$1,750,000 GF/GP) to increase funding for the Michigan Health Information Network.	Federal	0	15,750,000
	GF/GP	\$2,750,000	(\$1,000,000)
9. Office of Race, Equity, Diversity, and Inclusion Enhancement	FTE	0.0	0.0
<u>Executive</u> includes \$2.1 million Gross (\$1.6 million GF/GP) and authorizes 13.0 FTE positions to establish the Office of Race, Equity, Diversity, and Inclusion Enhancement to support department efforts in promoting equity in department-administered services. <u>House</u> does not include. <u>Senate</u> does not include.	Gross	\$0	\$0
	Federal	0	0
	Restricted	0	0
	GF/GP	\$0	\$0
10. Property Management – Lease Costs	Gross	\$65,065,000	(\$1,074,300)
<u>Executive</u> includes a reduction of \$1.1 million Gross (\$429,700 GF/GP) to realize the elimination of a lease of a downtown Lansing office, and the relocation of 133 employees. <u>House</u> and <u>Senate</u> concur with the Executive.	IDG/IDT	593,500	0
	TANF	10,698,900	0
	Federal	23,107,300	(644,600)
	Private	36,400	0
	Restricted	495,500	0
	GF/GP	\$30,133,400	(\$429,700)
11. Unclassified FTE Positions Administrative Reduction	FTE	6.0	0.0
<u>House</u> includes an administrative reduction of \$1.1 million Gross (\$733,400 GF/GP) for unclassified salaries, and reduces unclassified positions by 5.0 FTE positions. <u>Senate</u> does not include.	Gross	\$1,230,000	\$0
	TANF	73,900	0
	Federal	324,500	0
	GF/GP	\$831,600	\$0
12. FTE Positions Administrative Reduction	FTE	15,487.0	(781.7)
<u>Senate</u> includes an administrative reduction of \$22.8 million Gross (\$9.4 million GF/GP) and associated removal of 781.7 FTE positions throughout the budget to reflect reported December 2020 FTE positions.	Gross	\$28,726,411,000	(\$22,777,900)
	IDG/IDT	13,829,900	(84,600)
	TANF	547,204,900	(875,800)
	Federal	19,612,461,900	(11,333,900)
	Local	161,422,800	(9,200)
	Private	177,172,500	(171,300)
	Restricted	2,989,480,100	(935,500)
	GF/GP	\$5,224,838,900	(\$9,367,600)
13. TANF and GF/GP Swap	Gross	NA	\$0
<u>Senate</u> includes a \$0 Gross (and reduction of \$20.0 million GF/GP) by assuming increased availability of TANF funds to replace GF/GP.	TANF	NA	20,000,000
	GF/GP	NA	(\$20,000,000)
14. Economic Adjustments	Gross	NA	(\$10,734,500)
<u>Executive</u> reflects overall net reduction of \$10.7 million Gross (\$4.8 million GF/GP) for negotiated salary and wage increases (2.0% on October 1, 2021 and 1.0% on April 1, 2022), actuarially required retirement contributions, worker's compensation, building occupancy charges, and other economic adjustments. Amount includes reflected salary and wage increases totaling \$29.0 million Gross (\$13.3 million GF/GP). <u>House</u> concurs with the Executive. <u>Senate</u> concurs with the Executive, but does not include the \$36,900 Gross (\$25,000 GF/GP) supporting wage and salary increases for Unclassified FTE positions.	IDG/IDT	NA	(38,500)
	TANF	NA	(1,399,100)
	Federal	NA	(4,278,800)
	Local	NA	(38,800)
	Private	NA	(52,500)
	Restricted	NA	(139,300)
	GF/GP	NA	(\$4,778,500)

Major Budget Changes from FY 2020-21 YTD Appropriations

**FY 2020-21
Year-to-Date
(as of 2/11/21)** **FY 2021-22
Senate
Change**

CHILD WELFARE SERVICES

15. Child Welfare Caseload Adjustments

Executive increases funding for child welfare programs by \$8.4 million Gross (\$11.8 million GF/GP) as follows:

- Foster care payments are reduced by \$705,400 Gross (\$1.6 million GF/GP) from 8,152 cases at \$32,415 per year to 8,394 cases at \$32,800 per year.
- Adoption subsidies are reduced by \$209,700 Gross (\$6.5 million GF/GP increase) from 22,061 cases at \$728.48 per month to 22,057 cases at \$727.82 per month.
- The Child Care Fund is increased by \$9.1 million Gross (\$6.8 million GF/GP).
- Guardianship assistance payments are increased by \$141,400 Gross (\$97,600 GF/GP) from 1,201 cases at \$694.42 per month to 1,224 cases at \$691.00 per month.

House concurs with the Executive. Senate included a net reduction of \$27.6 million Gross (\$3.8 million GF/GP).

Gross	\$741,444,000	(\$27,575,200)
Federal	206,119,500	(3,941,300)
TANF	79,969,600	(6,154,900)
Local	46,081,400	(12,590,300)
Private	1,208,000	(8,000)
GF/GP	\$408,065,500	(\$3,847,300)

16. Child Welfare FMAP Adjustments

Executive includes \$3.7 million GF/GP savings for adjustments to the FMAP match rate from 64.08% to 65.48% and from adjustments and extensions to the enhanced FMAP match rate. House and Senate concur with the Executive.

Gross	NA	\$0
Federal	NA	3,738,700
GF/GP	NA	(\$3,738,700)

17. Qualified Residential Treatment Program (QRTP) Third Party Assessments

Executive adds \$1.7 million Gross (\$1.2 million GF/GP) to annualize funding to private agencies that was appropriated in FY 2020-21 for third party assessments which determine the level of care and treatment goals for foster care youth that may be candidates for residential care. These assessments are required by the QRTP which was established by the federal Family First Prevention Services Act (FFPSA). House and Senate concur with the Executive.

Gross	\$3,410,600	\$1,700,200
Federal	910,600	453,900
GF/GP	\$2,500,000	\$1,246,300

18. Private Child Caring Institutions Residential Rate Increase

Executive includes \$18.6 million Gross (\$14.2 million GF/GP) to fund residential rate increases to child caring institutions to help the agencies meet new residential treatment requirements established in the QRTP by the federal FFPSA. \$7.1 million funding was appropriated in FY 2021 for a rate increase beginning April 2021; \$4.2 million increase is to annualize this funding. The remaining \$14.4 million increase would fund the additional estimated cost of the rate increase to comply with QRTP requirements as estimated by a third-party analysis. House and Senate concur with the Executive.

Gross	NA	\$18,570,600
Federal	NA	4,354,400
GF/GP	NA	\$14,216,200

19. Foster Care QRTP Implementation Savings

Executive includes a reduction of \$4.9 million Gross (\$2.4 million GF/GP) for assumed future savings to foster care payments from fewer and shorter placements into residential care because of the implementation of the requirements of the federal FFPSA. House concurs with the Executive. Senate does not include savings.

Gross	\$286,630,400	\$0
Federal	109,180,800	0
TANF	8,075,800	0
Local	23,881,500	0
Private	1,208,000	0
GF/GP	\$144,284,300	\$0

<u>Major Budget Changes from FY 2020-21 YTD Appropriations</u>		<u>FY 2020-21 Year-to-Date (as of 2/11/21)</u>	<u>FY 2021-22 Senate Change</u>
20. Private Agency Foster Care Administrative Rate Increase	Gross	NA	\$0
<u>House</u> includes \$21.3 million Gross (\$9.9 million GF/GP) to fund a \$9.00 increase to foster care administrative rates, raising current \$46.20 per diem rates to \$55.20 per diem and provides a 12.0% increase to independent living plus per diem rates. Sec. 546 is related boilerplate. <u>Senate</u> does not include.	Federal	NA	0
	TANF	NA	0
	GF/GP	NA	\$0
21. Children's Indigent Defense Program	Gross	\$0	\$0
<u>House</u> adds \$500,000 GF/GP for DHHS to explore the establishment of a child indigent defense services program. <u>Senate</u> does not include.	GF/GP	\$0	\$0
22. Additional Foster Care Program Increases	Gross	\$0	\$1,000,000
<u>House</u> includes \$50,000 GF/GP for Foster Care Closets, which allow foster care children to shop for clothing and other needed items free of charge; \$50,000 GF/GP funding for \$10 gift cards for caseworkers to distribute when appropriate for meals or other needs for children when removed from the home or other dangerous environment, including human trafficking; and \$25,000 GF/GP increase to family incentive grants for home improvements or physical exams to help foster families qualify to become foster care providers. <u>Senate</u> does not include funding for Foster Care Closets or gift cards for caseworkers to distribute, but includes \$1.0 million GF/GP for family incentive grants.	GF/GP	\$0	\$1,000,000
23. Court-Appointed Special Advocates (CASA)	Gross	\$500,000	\$500,000
<u>Senate</u> includes \$500,000 GF/GP for the CASA program.	GF/GP	\$500,000	\$500,000
24. Foster Care Prevention Program Investment	FTE	15.0	18.0
<u>Executive</u> includes an increase of \$9.2 million Gross (\$4.8 million GF/GP) and authorizes 18.0 FTE positions for child welfare family preservation programs that help prevent children being placed into foster care and help keep foster care children in family-like placements. Proposal would add 2 program coordinators and 16 kinship parent support coordinators. <u>House</u> includes a \$100 placeholder. <u>Senate</u> concurs with the Executive.	Gross	\$50,812,500	\$9,233,800
	Federal	609,600	4,416,800
	TANF	43,224,000	0
	GF/GP	\$6,978,900	\$4,817,000
25. Foster Care Prevention Program Savings	Gross	\$286,630,400	\$0
<u>Executive</u> includes a reduction of \$5.8 million Gross (\$2.7 million GF/GP) for assumed future savings to the foster care system because of the \$9.2 million Gross (\$4.8 million GF/GP) prevention programming investment listed in item above. <u>House</u> and <u>Senate</u> do not include savings.	Federal	109,180,800	0
	TANF	8,075,800	0
	Local	23,881,500	0
	Private	1,208,000	0
	GF/GP	\$144,284,300	\$0
26. Marketing Programs to Promote Adoption of Infants	Gross	NA	\$0
<u>House</u> includes \$10.0 million GF/GP to fund marketing programs that promote the adoption of infants and to develop factual educational information materials on adoption as an alternative to abortion. Sec. 528 is related boilerplate. <u>Senate</u> does not include.	GF/GP	NA	\$0
27. Unified Clinics Resiliency Center for Families and Children – One-Time Funding	Gross	\$1,500,000	\$0
<u>House</u> includes \$750,000 GF/GP for the development and operation of a Resiliency Center for Families and Children to provide services to families and children experiencing trauma, toxic stress, chronic disability, neurodevelopmental disorders, or addictions. Sec. 1919 is related boilerplate. <u>Senate</u> does not include.	GF/GP	\$1,500,000	\$0
28. Human Trafficking Victims Services – One-Time Funding	Gross	\$0	\$0
<u>House</u> includes \$500,000 GF/GP to create and implement the Human Trafficking Victims Services Expansion Pilot which will provide services to victims using victim-centered and trauma informed approaches. Sec. 1931 is related boilerplate. <u>Senate</u> does not include.	GF/GP	\$0	\$0

		FY 2020-21 Year-to-Date (as of 2/11/21)	FY 2021-22 Senate Change
Major Budget Changes from FY 2020-21 YTD Appropriations			
29. Special Residential Care Facility – One-Time Funding	Gross	\$0	\$0
<u>House</u> includes \$300,000 GF/GP for the St. Louis Center, a residential community for children and adults with intellectual and developmental disabilities. Sec. 1938 is related boilerplate. <u>Senate</u> does not include.	GF/GP	\$0	\$0
30. Juvenile Justice Raise the Age Implementation	Gross	NA	\$14,300,000
<u>Executive</u> includes an increase of \$29.1 million Gross (\$24.2 million GF/GP) for the first year phase-in of the Raise the Age program which requires that most 17-year-old offenders be adjudicated in the juvenile justice system rather than the adult court system. <u>House</u> concurs with the Executive. <u>Senate</u> includes \$14.3 million Gross (\$11.9 million GF/GP) for program.	Federal	NA	2,450,000
	GF/GP	NA	\$11,850,000
PUBLIC ASSISTANCE			
31. Public Assistance Caseload Adjustments	Gross	NA	\$1,236,724,000
<u>Executive</u> includes a net increase of \$1.2 billion Gross (and a net reduction of \$34.2 million GF/GP) to recognize adjustments to FY 2020-21 and FY 2021-22 public assistance caseloads. This includes changes to retained child support collections resulting from FMAP adjustments, a recognition of the 15% increase to P-EBT benefits, and assumes an extension of the 15% increase to SNAP benefits through the end of FY 2020-21. Caseload changes include:	TANF	NA	76,600
<ul style="list-style-type: none"> Family Independence Program: reduction of \$33.4 million Gross (\$33.1 million GF/GP) Food Assistance Program: increase of \$1.3 billion federal (\$0 GF/GP) State Disability Assistance: reduction of \$1.8 million Gross (\$1.4 million GF/GP) State Supplementation: increase of \$243,300 GF/GP 	Federal	NA	1,271,662,300
<u>House</u> and <u>Senate</u> concur with the Executive.	Restricted	NA	(796,700)
	GF/GP	NA	(\$34,218,200)
32. Enhanced-FMAP Redetermination	Gross	N/A	\$11,580,000
<u>Executive</u> includes \$23.2 million Gross (\$11.5 million GF/GP) for additional administrative costs for Medicaid eligibility redeterminations once the enhanced FMAP (E-FMAP) and its related prohibition on Medicaid eligibility redeterminations until the E-FMAP expires, which is estimated to expire January 1, 2022. <u>House</u> includes a \$100 placeholder. <u>Senate</u> includes \$11.6 million Gross (\$5.8 million GF/GP) to provide half-year appropriations.	Federal	N/A	5,830,000
	GF/GP	N/A	\$5,750,000
33. Home Health and Safety – One-Time	Gross	\$0	\$0
<u>Executive</u> includes \$5.0 million GF/GP one-time funding to support a pilot program, which would provide home repair grants to single/multiple family residences, in order to correct health and safety issues that prevent participation in home energy efficiency programs. <u>House</u> includes a \$100 placeholder. <u>Senate</u> does not include.	GF/GP	\$0	\$0
34. Cross-Enrollment Expansion	FTE	NA	0.0
<u>Executive</u> includes \$3.5 million Gross (\$2.0 million GF/GP) and authorizes 6.0 FTE positions, of which \$2.5 million Gross (\$1.3 million GF/GP) and 2.0 FTE positions are one-time, to support efforts to enroll public assistance recipients in all other programs they are eligible for. Funding would support administrative and outreach efforts, as well as changes to the MI Bridges enrollment portal. <u>House</u> and <u>Senate</u> do not include.	Gross	NA	\$0
	Federal	NA	0
	GF/GP	NA	\$0

		FY 2020-21 Year-to-Date (as of 2/11/21)	FY 2021-22 Senate Change
Major Budget Changes from FY 2020-21 YTD Appropriations			
35. Medical/Psychiatric Evaluations – Lapse Reduction	Gross	\$1,420,100	(\$300,000)
<u>Executive</u> reduces the Medical/Psychiatric Evaluations line item by \$300,000 GF/GP to recognize historic lapse amounts. <u>House</u> and <u>Senate</u> concur with the Executive.	TANF	2,000	0
	Federal	732,900	0
	GF/GP	\$685,200	(\$300,000)
36. Legal Services Association of Michigan Grant (LSAM)	Gross	\$0	\$325,000
<u>Senate</u> includes \$325,000 GF/GP to support contractual services with LSAM to provide SSI advocacy legal services.	GF/GP	\$0	\$325,000
37. Diaper Assistance Grant	Gross	\$0	\$250,000
<u>Senate</u> includes \$250,000 GF/GP to provide for statewide grants to purchase diapering products.	GF/GP	\$0	\$250,000
38. Kids' Food Basket – One-Time	Gross	\$250,000	\$250,000
<u>House</u> retains \$250,000 GF/GP to provide a grant to the Kids' Food Basket organization, which provides meals to low-income children. <u>Senate</u> includes an additional \$250,000 GF/GP to increase the grant to \$500,000.	GF/GP	\$250,000	\$250,000
39. Legal Assistance – One-Time	Gross	\$60,000	(\$60,000)
<u>House</u> retains \$20,000 GF/GP to support a grant to the Allegan County Legal Assistance Center, which provides legal assistance for civil proceedings to low-income individuals. <u>Senate</u> does not include.	GF/GP	\$60,000	(\$60,000)
BEHAVIORAL HEALTH SERVICES			
40. Certified Community Behavioral Health Clinics Demonstration Program	FTE	NA	6.0
<u>Executive</u> includes \$26.5 million Gross (\$5.0 million GF/GP) and authorizes 6.0 FTE positions, to establish 14 integrated behavioral and physical health clinics through a federal CMS demonstration program. Amount would include staffing costs for a Behavioral Health Policy and Operations office to oversee the demonstration program. <u>House</u> and <u>Senate</u> concur with the Executive.	Gross	NA	\$26,497,300
	Federal	NA	21,547,300
	GF/GP	NA	\$4,950,000
41. KB v. Lyon Lawsuit	Gross	NA	\$45,495,900
<u>Executive</u> includes \$91.0 million Gross (\$30.0 million GF/GP) for estimated children behavioral health service utilization increases to implement future policy changes related to the KB v. Lyon lawsuit agreement. <u>House</u> does not include. <u>Senate</u> includes half of Executive amount.	Federal	NA	30,495,900
	GF/GP	NA	\$15,000,000
42. Autism Navigators	Gross	\$1,025,000	\$0
<u>Executive</u> includes \$1.0 million GF/GP to continue and move the autism navigator program from the one-time unit into the ongoing behavioral health unit. <u>House</u> and <u>Senate</u> concur with the Executive.	GF/GP	\$1,025,000	\$0
43. Federal State Opioid Response (SOR) Grant	Gross	\$30,714,700	\$36,440,900
<u>Executive</u> includes \$36.4 million in federal SOR grant funding to increase access to medication-assisted treatments, addressing unmet treatment needs, and reducing opioid overdose deaths. Federal opioid grant funding also separated out into a separate opioid response activity line item. <u>House</u> and <u>Senate</u> concur with the Executive.	Federal	30,714,700	36,440,900
	GF/GP	\$0	\$0
44. Family Support Subsidy Caseloads Adjustments	Gross	\$13,650,000	(\$1,817,600)
<u>Executive</u> reduces \$1.8 million TANF to support an estimated 4,300 family support subsidy cases. <u>House</u> and <u>Senate</u> concur with the Executive.	TANF	13,650,000	(1,817,600)
	GF/GP	\$0	\$0

<u>Major Budget Changes from FY 2020-21 YTD Appropriations</u>		<u>FY 2020-21 Year-to-Date (as of 2/11/21)</u>	<u>FY 2021-22 Senate Change</u>
45. Behavioral Health Community Supports and Services	Gross	\$11,221,500	\$0
<u>House</u> adds \$2.3 million Gross (\$138,500 GF/GP) and directs these community supports to crisis stabilization units and psychiatric residential treatment facilities. <u>Senate</u> does not include.	Federal	6,221,500	0
	GF/GP	\$5,000,000	\$0
46. Court-Appointed Guardian Reimbursements	Gross	\$0	\$0
<u>House</u> includes \$100 GF/GP placeholder to create a court-appointed guardian reimbursement program for court-appointed guardians of individuals determined but the court to be developmentally disabled or legally incapacitated. Sec. 950 is related boilerplate. <u>Senate</u> does not include.	GF/GP	\$0	\$0
47. Medicaid Mental Health Local Match	Gross	NA	\$0
<u>Senate</u> includes \$10.2 million GF/GP to replace a like amount of local funding used for Medicaid mental health rates. Amount would reflect the second and third year amounts of phasing out the local match portion.	Local	NA	(10,190,200)
	GF/GP	NA	\$10,190,200
48. Multicultural Integration Funding	Gross	\$17,284,900	\$4,400,000
<u>Senate</u> adds \$4.4 million GF/GP for multicultural integration.	Federal	1,115,500	0
	GF/GP	\$16,169,400	\$4,400,000
49. State Psychiatric Hospital Pharmacy Cost Increase	Gross	NA	\$294,500
<u>Executive</u> adds \$490,900 Gross (\$426,200 GF/GP) to support an estimated 5% inflationary increase in pharmacy costs within the state psychiatric hospitals. <u>House</u> concurs with the Executive. <u>Senate</u> adds \$294,500 Gross (\$255,700 GF/GP) for an estimated 3% inflationary increase.	Federal	NA	11,800
	Local	NA	17,200
	Restricted	NA	9,800
	GF/GP	NA	\$255,700
50. State Psychiatric Hospital Coronavirus Relief Funds	Gross	\$0	\$0
<u>Executive</u> replaces \$22.5 million of one-time federal Coronavirus Relief Funds (CRF) used for eligible state psychiatric hospital costs with a like amount of GF/GP. <u>House</u> concurs with the Executive and uses \$90.0 million of new Coronavirus State Fiscal Recovery Fund for eligible state psychiatric hospital costs. <u>Senate</u> concurs with the Executive.	Federal	22,500,000	(22,500,000)
	GF/GP	(\$22,500,000)	\$22,500,000
51. Behavioral Health One-Time Funding	Gross	NA	\$3,000,300
<u>House</u> retains one-time funding for first responder mental health (\$2.5 million), Special Olympics capital improvements (\$1.0 million), substance abuse community and school outreach (\$250,000, which is an increase of \$150,000), nonprofit mental health clinics (\$200,000), and includes behavioral health patient health information tool \$100 placeholder. <u>Senate</u> includes \$3.0 million GF/GP for McLaren Greenlawn and \$100 placeholders for first responder mental health, jail diversion fund, and Families Against Narcotics.	GF/GP	NA	\$3,000,300
POPULATION HEALTH			
52. Initiatives to Reduce Health Disparities	Gross	NA	\$100
<u>Executive</u> includes \$8.4 million Gross (\$5.1 million GF/GP) for new initiatives to reduce health disparities, including increasing use of community-based navigators to facilitate access to health care, improvements in data sharing and interoperability of Michigan Health Information Network, and implementation of statewide screening and referral tool for health related social needs; \$5.0 million Gross (\$2.5 million GF/GP) is one-time. <u>House</u> does not concur with the Executive. <u>Senate</u> provides a \$100 placeholder.	Federal	NA	0
	GF/GP	NA	\$100

<u>Major Budget Changes from FY 2020-21 YTD Appropriations</u>		<u>FY 2020-21 Year-to-Date (as of 2/11/21)</u>	<u>FY 2021-22 Senate Change</u>
53. Enforcement of Human Embryo Constitution Provisions	Gross	\$0	\$0
<u>House</u> includes \$100,000 for enforcement of Section 27(2)(a) of Article I of the Michigan Constitution regarding human embryo and embryonic stem cell research. Sec. 1148 is related boilerplate. <u>Senate</u> does not include.	GF/GP	\$0	\$0
54. Nurse Practitioner Expansion Pilot – One-Time Funding	Gross	\$0	\$0
<u>House</u> includes one-time funding of \$1.6 million GF/GP for a 4-year pilot program to increase the number of advanced practice psychiatric-mental health nurse practitioners, through Wayne State University. Sec. 1935 is related boilerplate and establishes funding as 4-year work project. <u>Senate</u> does not include.	GF/GP	\$0	\$0
55. Nursing Capacity and Diversity Pilot – One-Time Funding	Gross	\$0	\$100
<u>Senate</u> includes a \$100 placeholder for a nursing capacity and diversity pilot at Grand Valley State University. Sec. 1914 is related boilerplate.	GF/GP	\$0	\$100
56. Veterans Health Clinic – One-Time Funding	Gross	\$0	\$100
<u>Senate</u> includes a funding placeholder of \$100 to expand veteran health services at McLaren Port Huron. Sec. 1918 is related boilerplate.	GF/GP	\$0	\$100
57. Community Health Innovation Regions (CHIRs)	Gross	\$0	\$0
<u>House</u> provides a \$100 placeholder to support community health innovation regions, last funded in FY 2019-20 as part of the State Innovation Model (SIM) program. Sec. 1149 is related boilerplate. <u>Senate</u> does not include.	GF/GP	\$0	\$0
58. Healthy Communities Grant – One-Time Funding	Gross	\$300,000	\$200,000
<u>House</u> continues one-time funding of \$300,000 GF/GP for healthy living, obesity prevention, and substance abuse prevention programs of Leaders Advancing and Helping Communities. Sec. 1915 is related boilerplate. <u>Senate</u> provides increase of \$200,000.	GF/GP	\$300,000	\$200,000
59. Primary Care and Wellness Services – One-Time Funding	Gross	\$0	\$0
<u>House</u> includes one-time funding of \$250,000 GF/GP for integrated health services in southeast Michigan through TEAM Cares/Team Wellness. Sec. 1936 is related boilerplate. <u>Senate</u> does not include.	GF/GP	\$0	\$0
60. Stroke and STEMI Initiative	Gross	\$0	\$3,000,000
<u>Senate</u> includes \$3.0 million GF/GP to establish a statewide stroke and STEMI (ST-elevated myocardial infarction) system of care for time-sensitive emergencies, integrated within the EMS and statewide trauma system. Sec. 1186 is related boilerplate. SB 521 is related proposed bill.	GF/GP	\$0	\$3,000,000
61. Healthy Moms Healthy Babies Expansion – Public Health	FTE	0.0	2.0
<u>Executive</u> increases funding by \$10.0 million Gross (\$6.6 million GF/GP) to annualize and expand public health Healthy Moms Healthy Babies maternal and infant health and support programs. \$2.6 million Gross (\$301,200 GF/GP) annualizes the new FY 2020-21 programs, and \$7.4 million Gross (\$6.3 million GF/GP) and authorization for 2.0 FTEs expands home visit programs by 1,000 visiting slots to support families with an infant born with substance exposure, and increases navigators, and mental health and other services. <u>House</u> and <u>Senate</u> concur with the Executive.	Gross	\$7,903,500	\$9,961,200
	Federal	0	3,410,000
	GF/GP	\$7,903,500	\$6,551,200
62. Lead Poisoning Prevention Fund – One-Time Funding	Gross	\$2,000,000	\$0
<u>Executive</u> increases one-time GF/GP funding from \$2.0 million to \$10.0 million for the Lead Poisoning Prevention Fund to support low-cost loans to homeowners and landlords to reduce lead exposure in the home. First funded in FY 2020-21; currently under development. Sec. 1913 is related boilerplate. <u>House</u> and <u>Senate</u> continue funding at current year level.	GF/GP	\$2,000,000	\$0

Major Budget Changes from FY 2020-21 YTD Appropriations		FY 2020-21 Year-to-Date (as of 2/11/21)	FY 2021-22 Senate Change
63. Public Health Laboratory Fund Shift	Gross	\$26,655,100	\$0
<u>Executive</u> includes a net \$0 Gross laboratory services adjustment with a \$1.0 million GF/GP increase offset by state restricted fund reduction of laboratory fee funds, reversing an adjustment made in FY 2019-20 using a fee fund balance. <u>House</u> includes a net \$0 fund shift of \$700,000. <u>Senate</u> concurs with the Executive.	IDG	995,700	0
	Federal	6,203,700	0
	Restricted	13,790,600	(1,000,000)
	GF/GP	\$5,665,100	\$1,000,000
64. Vital Records	Gross	\$10,686,700	\$600,000
<u>Executive</u> provides net increase of \$600,000 Gross for vital records program, including an increase of \$1.4 million GF/GP to fund costs for PA 53 and PA 54 of 2020 and to offset reduced revenue of \$845,900 from vital records fees. <u>House</u> and <u>Senate</u> concur with the Executive.	Federal	4,408,300	0
	Restricted	5,548,800	(845,900)
	GF/GP	\$729,600	\$1,445,900
65. Vital Records – Homeless Birth Records	Gross	\$10,686,700	(\$125,000)
<u>Senate</u> reduces vital records appropriation for birth certificate fee waiver for homeless individuals by \$125,000 GF/GP. FY 2019-20 budget had been increased by \$136,000 GF/GP in this line to cover this new cost.	Federal	4,408,300	0
	Restricted	5,548,800	0
	GF/GP	\$729,600	(\$125,000)
66. Essential Local Public Health Services	Gross	\$51,419,300	\$5,000,000
<u>Senate</u> provides increase of \$5.0 million GF/GP for local public health departments for essential local public health services, to be allocated under the existing formula methodology.	Local	5,150,000	0
	GF/GP	\$46,269,300	\$5,000,000
67. Smoking Prevention Tobacco Quitline	Gross	\$3,858,300	\$100
<u>Senate</u> includes a \$100 placeholder to increase financial support for the Tobacco Quitline smoking cessation hotline.	Federal	2,020,200	0
	Restricted	1,648,700	0
	GF/GP	\$189,400	\$100
68. Oral Health Assessment for Children	FTE	0.0	1.5
<u>Executive</u> includes \$1.8 million GF/GP and authorization for 1.5 FTE positions to provide free oral health assessments to children entering public school kindergarten who do not have dental insurance, recently enacted under 2020 PA 261. Sec. 1343 is related boilerplate. <u>House</u> concurs with the Executive but uses \$1.5 million from local school district funds originated from the state School Aid Fund. House School Aid budget includes this adjustment. <u>Senate</u> concurs with the Executive and also includes private authorization for anticipated funding.	Gross	\$0	\$3,520,000
	Private	0	1,760,000
	GF/GP	\$0	\$1,760,000
69. Outstate Local Public Health Dental Clinics	Gross	\$1,550,000	\$0
<u>House</u> increases funding for outstate local public health dental clinics from \$1,550,000 GF/GP to \$1,750,000 GF/GP. Sec. 1317 is related boilerplate. <u>Senate</u> does not include increase.	GF/GP	\$1,550,000	\$0
70. Immunization Public Information	Gross	\$24,991,500	\$0
<u>House</u> includes \$50,000 GF/GP increase for immunization reporting and public informational brochures for free distribution. Sec. 1322 is related boilerplate. <u>Senate</u> does not include.	Federal	20,095,600	0
	Restricted	2,959,300	0
	GF/GP	\$1,936,600	\$0
71. Alternative Pregnancy and Parenting Program	Gross	\$25,258,100	\$0
<u>House</u> includes \$700,000 of federal TANF funding for Real Alternatives alternative pregnancy and parenting services program which promotes childbirth, alternatives to abortion, and grief counseling. Sec. 1307 is related boilerplate. <u>Senate</u> does not include.	TANF	0	0
	Federal	12,453,300	0
	Restricted	50,000	0
	GF/GP	\$12,754,800	\$0
72. Title X & Title V Block Grant Funds Replacement and Redirect	Gross	\$27,697,100	\$0
<u>House</u> replaces \$8.3 million federal title X family planning funds with GF/GP in two appropriation lines, and \$19.4 million federal title V maternal and child health (MCH) block grant funds with GF/GP in 11 appropriation lines. \$1.7 million of funds previously allocated from the block grant to family planning is redirected to local MCH services and childhood lead prevention program with the replacement GF/GP. Sec. 1344 is related boilerplate. <u>Senate</u> does not include.	Federal	27,697,100	0
	GF/GP	\$0	\$0

<u>Major Budget Changes from FY 2020-21 YTD Appropriations</u>		<u>FY 2020-21 Year-to-Date (as of 2/11/21)</u>	<u>FY 2021-22 Senate Change</u>
73. Maternal Navigator Pilot Program	Gross	\$0	\$0
<u>House</u> includes \$3.0 million GF/GP for a new maternal navigator pilot program by nonprofit organizations in 2 geographically diverse areas to provide referrals and services to pregnant women; grantee organizations must promote childbirth and alternatives to abortion. Sec. 1345 is related boilerplate. <u>Senate</u> does not include.	GF/GP	\$0	\$0
74. Pregnancy Resource Center Grants	Gross	\$0	\$100
<u>House</u> includes \$1.5 million GF/GP for new grants to pregnancy resource centers, to be distributed equally to applicants; centers are defined as private nonprofit organizations that promote childbirth and alternatives to abortion, and provide referrals and information to pregnant women. Sec. 1346 is related boilerplate. <u>Senate</u> provides a \$100 placeholder, and includes related Sec. 1318 boilerplate.	GF/GP	\$0	\$100
75. Population Health GF/GP Reductions	Gross	\$525,000	(\$525,000)
<u>Executive</u> reduces public health funding by \$500,000 for analytical laboratory equipment for PFAS contamination response based on prior-year lapsed funds, and eliminates \$25,000 GF/GP for free family emergency readiness public events in Livingston County funded in FY 2020-21. <u>House</u> concurs with PFAS lab reduction, but retains readiness public event funding. <u>Senate</u> concurs with the Executive.	GF/GP	\$525,000	(\$525,000)
76. Lead Abatement Grant SCHIP Adjustments	Gross	\$32,757,500	\$0
<u>Executive</u> includes net \$0 Gross fund shift of \$494,900 from GF/GP to federal for lead abatement grant. YTD shown is for Healthy Homes Program line item, of which \$18.2 million is federal Children's Health Insurance Program (SCHIP) funds approved for use for lead abatement in Flint and other high-risk communities since FY 2016-17. <u>House</u> and <u>Senate</u> concur with the Executive.	Federal	19,504,600	494,900
	Private	77,800	0
	Restricted	723,700	0
	GF/GP	\$12,451,400	(\$494,900)
77. Injury Control - Traumatic Brain Injury – One-Time Funding	Gross	\$0	\$0
<u>House</u> includes placeholder of \$100 for decision support software in the treatment of pediatric traumatic brain injury and adult stroke. Previously funded in FY 2018-19. Sec. 1937 is related boilerplate. <u>Senate</u> does not include.	GF/GP	\$0	\$0
78. Population Health Non-GF/GP Funds Adjustments	FTE	NA	18.0
<u>Executive</u> recognizes \$14.0 million Gross for federal, local, private, and state restricted funding, including:	Gross	NA	\$13,988,800
<ul style="list-style-type: none"> • \$9.4 million drug rebate revenue for AIDS Drug Assistance Program and 18.0 FTEs to administer contracts and finance; • \$2.4 million federal violence prevention funds; • \$900,000 local revenue for child and adolescent health care; • \$200,000 net private funds for WIC program vendor system, • \$715,000 federal laboratory services grants; • \$300,000 restricted EMS licensure program fee revenue; • \$89,300 restricted newborn screening fee CPI increase 	Federal	NA	3,085,000
	Local	NA	900,000
	Private	NA	9,614,500
	Restricted	NA	389,300
<u>House</u> and <u>Senate</u> concur with the Executive.	GF/GP	NA	\$0
AGING AND ADULT SERVICES AGENCY			
79. Aging Community Services	Gross	\$46,806,100	\$1,000,000
<u>Executive</u> recognizes \$1.0 million of additional federal funds for senior community services programs. <u>House</u> and <u>Senate</u> concur with the Executive.	Federal	22,980,400	1,000,000
	GF/GP	\$23,825,700	\$0

		FY 2020-21 Year-to-Date (as of 2/11/21)	FY 2021-22 Senate Change
Major Budget Changes from FY 2020-21 YTD Appropriations			
80. Aging Meals and Nutrition Services	Gross	\$43,054,200	\$3,500,000
<u>Executive</u> recognizes \$3.5 million of additional federal funds for senior nutrition services including congregate meals and home-delivered meals. <u>House</u> and <u>Senate</u> concur with the Executive.	Federal	30,157,000	3,500,000
	Private	300,000	0
	GF/GP	\$12,597,200	\$0
81. Senior Center Grants – One-Time Funding	Gross	\$150,000	(\$150,000)
<u>House</u> continues one-time funding of \$150,000 GF/GP for a small grants program for health-related senior programs at multipurpose senior citizen centers. Sec. 1923 is related boilerplate. <u>Executive</u> and <u>Senate</u> eliminate this funding.	GF/GP	\$150,000	(\$150,000)
82. Seniors – Dementia Unit	Gross	\$0	\$100
<u>Senate</u> provides a \$100 placeholder for dementia unit funding in a new line item.	GF/GP	\$0	\$100
MEDICAL SERVICES			
83. Sickle Cell Disease Coverage	FTE	NA	2.0
<u>Executive</u> includes \$6.7 million GF/GP to expand sickle cell disease health services coverage through CSHCS for adults 21 years and over who age out of the program and are not eligible for Medicaid coverage. Also includes support for the Sickle Cell Disease Association of America, expanded clinical services, and \$50,000 GF/GP for IT modifications. <u>House</u> does not include. <u>Senate</u> includes funding to expand coverage that would begin during the second half of the fiscal year.	Gross	NA	\$3,325,000
	GF/GP	NA	\$3,325,000
84. Van Andel Institute	Gross	\$0	\$0
<u>House</u> includes \$1.0 million GF/GP for the Van Andel Institute as matching funds for federal and private biomedical research and science education. <u>Senate</u> does not include.	GF/GP	\$0	\$0
85. CSHCS Coverage for Additional Rare Childhood Diseases	Gross	NA	\$0
<u>House</u> includes \$4.0 million GF/GP to expand the number of childhood rare diseases covered under CSHCS for individuals under the age of 21. <u>Senate</u> does not include.	GF/GP	NA	\$0
86. Specialty Medicaid Managed Care Health Plan for Foster Children	Gross	NA	\$0
<u>House</u> includes \$500,000 Gross (\$250,000 GF/GP) to complete an actuarial analysis and any necessary federal approvals to create a specialty Medicaid managed care health plan for children in foster care to provide comprehensive medical, behavioral, and dental services. <u>Senate</u> does not include.	Federal	NA	0
	GF/GP	NA	\$0
87. ClaimSure Contract Savings	Gross	NA	(\$3,744,400)
<u>Executive</u> recognizes a reduction of \$3.7 million Gross (\$1.2 million GF/GP) resulting from a reduction in incorrect Medicaid payments identified by implementation of the ClaimSure system. <u>House</u> and <u>Senate</u> concur with the Executive.	Federal	NA	(2,509,900)
	GF/GP	NA	(\$1,234,500)
88. MI Health Link – PERS	Gross	\$289,839,600	(\$3,750,000)
<u>Executive</u> recognizes a reduction of \$3.8 million Gross (\$1.2 million GF/GP) resulting from placing program beneficiaries only receiving services from the Personal Emergency Response System (PERS) into a lower rate tier, and realizing the capitation payment cost savings. <u>House</u> and <u>Senate</u> concur with the Executive.	Federal	177,464,900	(2,513,600)
	GF/GP	\$112,374,700	(\$1,236,400)
89. MI Choice Expansion	Gross	\$372,327,100	\$19,125,000
<u>Executive</u> includes \$19.1 million Gross (\$6.3 million GF/GP) to increase the number of MI Choice slots by 1,000 by the end of FY 2021-22. <u>House</u> concurs with the Executive. <u>Senate</u> revises fund sourcing.	Federal	243,465,800	15,972,300
	Private	500,000	0
	GF/GP	\$128,361,300	\$3,152,700

		FY 2020-21 Year-to-Date (as of 2/11/21)	FY 2021-22 Senate Change
<u>Major Budget Changes from FY 2020-21 YTD Appropriations</u>			
90. Healthy Moms Healthy Babies – Medicaid Postpartum Coverage	Gross	\$15,503,400	\$5,051,700
<u>Executive</u> increases funding by \$5.1 million Gross (\$1.4 million GF/GP) to annualize the expansion of postpartum coverage from 60 day to 12 months. Year-to-date funding would support 3/4 of a fiscal year. <u>House</u> reduces funding to revert back to Medicaid postpartum coverage for 60 days. <u>Senate</u> concurs with the Executive.	Federal	11,192,500	3,653,000
	GF/GP	\$4,310,900	\$1,398,700
91. MiDocs	Gross	\$22,900,000	\$1,300,000
<u>Senate</u> adds \$1.3 million GF/GP to the MiDocs residential training program.	Federal	11,450,000	0
	Restricted	6,350,000	0
	GF/GP	\$5,100,000	\$1,300,000
92. Medicaid Private Duty Nursing	Gross	NA	\$3,941,100
<u>House</u> includes \$2.6 million Gross (\$933,400 GF/GP) to increase Medicaid private duty nursing rates. <u>Senate</u> includes \$3.9 million Gross (\$1.3 million GF/GP) to increase rates.	Federal	NA	2,641,700
	GF/GP	NA	\$1,299,400
93. Medicaid Pediatric Rehabilitation Placeholder	Gross	NA	\$100
<u>House</u> includes a \$100 placeholder to increase the Medicaid rates paid to physical and occupational rehabilitation services provided to individuals under the age of 21. <u>Senate</u> does not include.	GF/GP	NA	\$100
94. Medicaid Community Health Care Workers Placeholder	Gross	NA	\$100
<u>Senate</u> includes a \$100 placeholder for community health care workers.	GF/GP	NA	\$100
95. One-Time Medicaid Long-Term Care Rate Increase	Gross	\$2,051,483,200	\$37,500,000
<u>Executive</u> includes \$37.5 million Gross (\$9.0 million GF/GP) to provide a one-time Medicaid rate increase to nursing facilities. <u>House</u> utilizes new federal Coronavirus State Fiscal Recovery Fund to provide the one-time rate increase. <u>Senate</u> concurs with the Executive.	Federal	1,330,766,800	25,136,300
	Local	6,618,800	0
	Private	4,100,000	0
	Restricted	375,358,200	3,363,700
	GF/GP	\$334,639,400	\$9,000,000
96. Medical Services Restricted Fund Adjustments	Gross	NA	\$0
<u>Executive</u> includes net-zero Gross adjustments, and a net reduction of \$58.5 million GF/GP, to backfill reductions in the Health and Safety Fund and recognize increases in revenues in various other state restricted funds. <u>House</u> and <u>Senate</u> concur with the Executive.	Restricted	NA	58,510,100
	GF/GP	NA	(\$58,510,100)
ONE-TIME APPROPRIATIONS			
97. Remove FY 2020-21 One-Time Appropriations	Gross	\$406,228,800	(\$406,228,800)
<u>Executive</u> removes one-time appropriations included in FY 2020-21. Any of this funding that is retained into FY 2021-22 is noted elsewhere. <u>House</u> and <u>Senate</u> concur with the Executive.	Federal	218,256,200	(218,256,200)
	Private	100,000	(100,000)
	GF/GP	\$187,872,600	(\$187,872,600)

Major Boilerplate Changes from FY 2020-21

GENERAL SECTIONS

Sec. 210. Contingency Fund Appropriations – DELETED

Appropriates federal, state restricted, local, and private contingency funds of up to \$47 million total, available for expenditure when transferred to a line item through the legislative transfer process. Executive revises to increase contingency appropriations to \$590 million, similar to FY 2018-19. House revises to change “funds” to “authorization”. Senate deletes.

Sec. 215. Notification of Conflict with Federal Regulation or When Grant Unused – RETAINED

Requires DHHS to provide notice if: (a) a legislative objective in the budget or in a bill to amend the Social Welfare Act cannot be implemented due to conflict with federal regulations; or (b) an awarded federal grant cannot or will not be used. Executive deletes. House and Senate retain with minor technical changes.

Major Boilerplate Changes from FY 2020-21

Sec. 219. & 219a. Michigan Public Health Institute and Simultaneous Employment or Service – 219 REVISED, 219A NOT INCLUDED

Allows DHHS to contract with the Michigan Public Health Institute (MPHI) for public health projects and related activities; requires report on projects and provision of all reports and publications produced from prior fiscal year funding. House revises to restrict subcontracting, and restrict employment, contracts, or Board service by current employees of DHHS with MPHI or other agency contracting with DHHS; adds report, and legislative review of contracts over \$5 million or 36 months. Senate revises to shorten MPHI agreement period for projects; does not include House Sec. 219a.

Sec. 222. Notification and Report of Policy Changes – RETAINED

Requires written notice of any major policy changes 30 days before implementation, requires policy manual to be available on DHHS website; and requires a report by April 1 on policy changes made to implement new public acts. Executive deletes. House and Senate retain with minor technical changes.

Sec. 225. Public and Private Service Providers – REVISED

Prohibits sanctions or suspensions from being more stringent for private providers than for public providers performing equivalent funded services; and prohibits preferential treatment for public or private service providers based on whether or not they have collective bargaining agreements with direct care workers. Executive deletes. House retains. Senate revises to make Director's salary funding contingent on the provisions of this section being carried out.

Sec. 233. Legislative and State Administrative Board Transfers – RETAINED

Allows the legislature, by a concurrent resolution adopted by a majority of the members of each house, to inter-transfer funds if the State Administrative Board transfers funds from an amount appropriated in the DHHS budget. Executive deletes. House and Senate retain.

Sec. 236. (House) Severance Payment Reporting – NOT INCLUDED

New House language requires DHHS to report severance pay for high ranking staff within 14 days after an agreement, and annual totals. Senate does not include.

Sec. 236. (Senate) Medicaid Reimbursement for Telemedicine – NEW

New Senate language requires DHHS to reimburse Medicaid telemedicine services the same as if the serve involved face-to-face contact between the provider and patient.

Sec. 237/249. Conditions on Funding Regarding COVID Information and Requirements – NEW

House adds new section: Prohibits DHHS from requiring proof of individual COVID vaccination to access state services, *create COVID vaccine certification or passport*, or provide COVID vaccine status of an individual to any entity or person. Senate includes similar language as *italicized* above in Sec. 249; does not include other provisions of House Sec. 237.

Sec. 238. Prohibit Mandatory COVID Vaccination – NOT INCLUDED

New House language prohibits use of funds to vaccinate a person for COVID-19 under a mandatory vaccination program. Senate does not include.

Sec. 240. Use of Existing Work Project Authorization – RETAINED

Establishes that appropriations in part 1 shall, to the extent possible, not be expended in cases where existing work project authorization is available for the same expenditures. Executive deletes. House and Senate retain.

Sec. 241. Advertising and Media Outreach Expenditures Report – NOT INCLUDED

New House language requires DHHS report on total actual expenditures for advertising and media outreach for the previous fiscal year. Senate does not include.

Sec. 250. Prohibit Mandatory Face Covering Under Age 18 – NEW

New Senate language prohibits use of funds to require an individual under 18 to wear a face mask or covering.

Sec. 258. Education Initiatives Regarding Trauma, Human Trafficking, and Sexual Abuse Prevention – RETAINED

Directs DHHS to collaboratively promote and support school and education initiatives including training regarding use of trauma-informed practices and age-appropriate information about human trafficking and sexual abuse prevention. Executive deletes. House revises to include collaboration with child welfare institute, and add report. Senate retains.

Sec. 264. DHHS Employee Communication with Legislature – RETAINED

Prohibits DHHS from taking disciplinary action against an employee for communicating with a member of the Legislature or his/her staff, unless the communication is prohibited by law and disciplinary action is lawful. Executive deletes. House and Senate retain.

Major Boilerplate Changes from FY 2020-21

DEPARTMENTAL ADMINISTRATION AND SUPPORT

Sec. 309. Health Literacy Demonstration Project – RETAINED

Requires department to design and implement a web-based intensive information therapy within Medicaid managed care in order to mitigate deficiencies in health literacy through connections between health care providers, beneficiaries and health plans. Executive and House delete. Senate retains.

COMMUNITY SERVICES AND OUTREACH

Sec. 453. Homeless Programs – REVISED

Requires DHHS to maintain emergency shelter program per diem rates at \$18.00 per be night; requires report. Executive revises language to eliminate the \$18.00 per bed night rate requirement. House concurs with Executive but requires funding to be equal to or exceed the amount an agency would have received if paid \$18.00 per diem. Senate concurs with the Executive.

Sec. 462. Trauma Recovery Center Pilots – RETAINED

Provides that if funding becomes available, DHHS shall allocate \$4.0 million to implement 4 trauma recovery center pilot projects. Executive deletes. House removes the stipulation that funding must become available for pilots to be implemented and includes language allowing DHHS to develop a mobile trauma recovery center to serve rural areas. Senate retains.

CHILDREN'S SERVICES – CHILD WELFARE

Sec. 515. Child Protection Services (CPS) Caseworker Home Visit Safety – RETAINED

Prohibits DHHS from denying a CPS caseworker's request to have another worker accompany the CPS caseworker on a home visit if the CPS caseworker believes it unsafe to conduct the home visit alone. Executive deletes. House and Senate retain.

Sec. 518. Supervisory Oversight of CPS Caseworker Reports – RETAINED

Requires supervisors to complete an initial read of a CPS caseworker's report and either approve the report or note any needed corrections within 5 business days; requires the caseworker to resubmit a corrected report within 3 business days. Executive deletes. House and Senate retain.

Sec. 527. Private Child Placing Agencies' Adoption Worker Caseloads – REVISED

Requires DHHS to exclude certain case types when calculating the adoption worker caseload for private agencies if approved by the settlement monitor. Executive deletes. House retains. Senate includes language referring to funding allocated to the settlement monitor.

Sec. 537. Residential Bed Space Standards and Preferences – NEW

Senate directs DHHS to collaborate with child caring institutions to develop a strategy to implement MCL 400.115o, which restricts out-of-state placements of youth and restricts placements of youth in state administered facilities over comparable private provider facilities.

Sec. 541. Therapeutic Crisis Intervention Training – NEW

Senate refers to allocated funding for DHHS to provide therapeutic crisis intervention training to all employees that investigate complaints and licensing determinations for child caring institutions.

Sec. 542. Court-Appointed Special Advocates (CASAs) and Foster Parent Input – NOT INCLUDED

House requires DHHS to develop and implement strategies to prioritize use of input from CASAs and foster care parents. Senate does not include.

Sec. 543. Child Input in Judicial Proceedings – NOT INCLUDED

House requires DHHS to develop a clear policy that caseworkers ensure that foster care children are able to speak directly to the judge or magistrate to give input into their case's legal proceedings. Senate does not include.

Sec. 544. Trauma-Informed Training – NOT INCLUDED

House directs DHHS to require all foster care parents, caseworkers, and guardians ad litem to receive trauma-informed training. Senate does not include.

Sec. 545. Trauma Support for Child Welfare Caseworkers – NOT INCLUDED

House requires DHHS to develop a program to offer trauma support directly to all child welfare caseworkers to help with effects of secondary trauma. Senate does not include.

Major Boilerplate Changes from FY 2020-21

Sec. 553. Child Abuse Registry – NOT INCLUDED

House requires that a CPS caseworker may not put individuals on the child abuse registry without prior court approval. Senate does not include.

Sec. 555. Foster Care Maintenance Payment After Petition of Adoption – NOT INCLUDED

House requires DHHS to continue the regularly scheduled foster care maintenance payments to foster care parents after a petition of adoption has been filed until the child is no longer in their care. Senate does not include.

Sec. 556. Family Foster Care Annual License Renewal – NOT INCLUDED

House requires DHHS to develop and implement a simpler and more streamlined family foster care renewal form and process; requires report. Senate does not include.

Sec. 557. State Vehicle Use – NOT INCLUDED

House provides that if a state vehicle is not scheduled for other use, DHHS may consider an allowable use of a state vehicle for a caseworker to drive the vehicle to foster home visits or to their own home, if helpful in conducting caseworker's work. Senate does not include.

Sec. 558. Child Welfare Training Institute – REVISED

Requires DHHS to provide all necessary training and materials to private agencies so that trained private agency staff can deliver pre-service training to any private agency staff. Executive deletes. House retains. Senate revises to require a quarterly report on the limits in providing these training materials.

Sec. 576. Kinship Caregiver Advisory Council – NOT INCLUDED

House requires DHHS to establish the Kinship Caregiver Advisory Council within the department. Senate does not include.

Sec. 577. Kinship Caregiver Navigator Program – NOT INCLUDED

House requires DHHS to establish and maintain the Kinship Caregiver Navigator Program within DHHS and includes language that establishes the Kinship Caregiver Navigator Fund within the department. Senate does not include.

Sec. 578. Foster Care Worker Apprenticeship Program – NOT INCLUDED

House requires DHHS to explore the implementation of a foster care worker apprenticeship program for college students majoring in social work who are interested in working in child welfare; requires report. Senate does not include.

Sec. 579. Foster Care Redetermination Hearings – NOT INCLUDED

House directs DHHS to require caseworkers to work to ensure foster care children have court redetermination hearings more frequently than every 90 days when in the best interest of the child. Senate does not include.

Sec. 586. Foster Care Parent Course Offerings – NOT INCLUDED

House requires DHHS to submit a report containing a comprehensive list of course titles of all the courses offered to foster care parents through the department. Senate does not include.

Sec. 595. CPS Staff and DHHS/Private Agency Caseload Ratio – RETAINED

Requires DHHS to expend the part 1 funding for CPS-caseload staff to hire/employ CPS staff to comply with the Office of the Auditor General 2018 CPS audit; requires that most new foster care cases be placed under a private child placing agency's supervision until the statewide ratio of foster cases is 55% for private agency supervision and 45% for DHHS supervision. Executive deletes. House and Senate retain.

PUBLIC ASSISTANCE

Sec. 603. Public Assistance Benefits Notification – RETAINED

Requires the department to provide timely notification to public assistance program beneficiaries if there will be a decrease in their benefits. Executive deletes. House and Senate retain.

Sec. 609. SSI State Supplementation – RETAINED

Prohibits reduction of SSI State Supplementation for recipients in institutional settings during the fiscal year; requires 30-day notice to the Legislature for any proposed reduction to the State Supplementation level. Executive revises to replace 30-day notification requirement with a notification upon reduction. House and Senate retain current law.

Sec. 613. Indigent Burial – REVISED

Provides for state emergency relief grants for indigent burials and the schedule of grant amounts. Senate revises to require the DHHS to report on the number of burial grants, by type, distributed in the previous fiscal year by October 1.

Major Boilerplate Changes from FY 2020-21

Sec. 619. Title IV-A and Food Assistance Exemption – DELETED

Exempts individuals convicted of a single drug felony after August 22, 1996 from the federal prohibition on receiving TANF and food assistance benefits. Senate deletes.

Sec. 653. Domestic Violence Exemption to Food Assistance Requirements – RETAINED

Exempts an individual who is the victim of domestic violence for up to an additional three months from the three-month in 36-month limit on receiving food assistance. House revises to include victims of human trafficking. Senate does not include.

Sec. 660. Food Bank Council TANF Eligibility Reporting – DELETED

Requires the Food Bank Council to report data elements needed to establish TANF eligibility. Executive, House, and Senate delete.

Sec. 686. Caseworker Public Assistance Policies – RETAINED

Requires DHHS to ensure that individuals presenting out-of-state identification are not enrolled in benefit programs in other states; requires confirmation of resident addresses in FIP and SDA cases; prohibits individuals with homes worth more than \$200,000 from receiving assistance; requires caseworkers to collect up-to-date phone numbers from Medicaid recipients during eligibility determination. Executive revises to remove required phone number collection from Medicaid recipients. House concurs with the Executive. Senate retains current law.

Sec. 688. Heat and Eat Program – DELETED

Requires DHHS to allocate funding for the Heat and Eat program, which provides energy assistance payments of \$20.01 to certain Food Assistance Program (FAP) recipients making them potentially eligible for additional FAP benefits. Senate deletes.

Sec. 689. Diaper Assistance Program – NEW

Senate establishes a statewide diaper assistance program to provide diapering supplies to each region of the State; allocates \$250,000 for the purchase of diapering supplies.

JUVENILE JUSTICE

Sec. 715. Raise the Age Program – NEW

Executive requires counties to have an approved budget plan in place as a condition of receiving funds from the Raise the Age Fund program. The budget plan must identify types of costs to be reimbursed, estimated costs for each item, and total estimated cost to be reimbursed. County reimbursement shall not exceed total estimated cost in plan. House concurs with the Executive. Senate revises the Executive language to include that tribal entities must have an approved raise the age fund budget plan, reserves \$500,000 of the Raise the Age Fund for tribal entities, and stipulates that a county shall not receive more funding through the raise the Age Fund than they would under a county population-based grant program.

BEHAVIORAL HEALTH SERVICES

Sec. 908. Uniform Community Mental Health Services Credentialing – NEW

Senate requires DHHS, PIHPs, and CMHSPs to implement Sec. 206b of the Mental Health Code to establish a uniform community mental health services credentialing program.

Sec. 912. Salvation Army Harbor Light Program – RETAINED

Requires DHHS to contract with the Salvation Army Harbor Light Program for providing non-Medicaid substance use disorder services, if program meets standard of care. Executive deletes. House and Senate retain.

Sec. 913. Community Substance Use Disorder Prevention Funding Allocation – NEW

Senate requires DHHS to allocate community substance use disorder prevention, education, and treatment and opioid response funding to PIHPs and CMHSPs and to 1 private entity that has a statewide contract.

Sec. 927. Uniform Behavior Health Service Provider Audits – RETAINED

Requires DHHS to create a uniform community mental health services auditing process for CMHSPs and PIHPs, outlines auditing process requirements, and requires a report. Executive deletes. House and Senate retain.

Major Boilerplate Changes from FY 2020-21

Sec. 940. Transferring and Withdrawing CMHSP Allocations – RETAINED

Requires DHHS to review CMHSP expenditures to identify projected lapses and surpluses, to encourage the board of the CMHSP with a projected lapse to concur with the recommendation to reallocate the lapse to other CMHSPs, and to withdraw funds from a CMHSP if those funds were not expended in a manner approved by DHHS, including for services and programs provided to individuals residing outside of the CMHSP's geographic region; prohibits a CMHSP from receiving additional funding if the CMHSP transferred out or withdrew funds during current fiscal year; requires CMHSPs to report any proposed reallocations prior to going into effect; requires legislative notification and report. Executive and House revise by removing the requirement to withdraw unspent funds if funds were not expended in a manner approved by DHHS. Senate retains.

Sec. 960. Autism Services Cost Containment – RETAINED

Requires DHHS to continue to cover all autism services that were covered on January 1, 2019; to restrain costs required DHHS to develop written guidance for standardization; and requires 3-year reevaluations, unless a clinician recommended an earlier reevaluation, and require maintenance of statewide provider trainings, limits practitioners who can perform a diagnostic evaluation and requires evaluations performed by a master's level practitioner to be reviewed by a second practitioner, provide fidelity reviews and secondary approvals, and prohibit specific providers from providing both evaluation and treatment; requires a report. Executive deletes. House removes prohibition against specific providers from providing both evaluation and treatment. Senate retains.

Sec. 965. Medication Assisted Treatment – RETAINED

Requires DHHS to explore requiring CMHSPs to reimburse medication assisted treatment at not less than \$12.00 per dose and drug screen collection at not less than \$12.00 per screen. Executive deletes. House revises to require the Medicaid behavioral health fee schedule to offer bundled medication assisted treatment billing and prioritizes federal state opioid response funds to assist in providing efficient and effective billing. Senate retains.

Sec. 970. Skill Building Assistance Services – RETAINED

Requires DHHS to maintain skill building assistance services policies in effect on October 1, 2018, and requires DHHS to continue to seek federal matching funds for skill building assistance services. Executive deletes. House and Senate retain.

Sec. 977. Recovery High School Grant – RETAINED

Allocates \$600,000 in grants to recovery high schools specifically designated for students recovering from a substance use disorder, and prohibits grants from exceeding \$150,000 per high school. Executive deletes. House revises to allocate in accordance with section 273a of the Mental Health Code. Senate retains.

Sec. 978. Recovery Community Organization – RETAINED

Allocates \$600,000 in grants to recovery community organizations to offer or expand recovery support center services or recovery community center services to individuals seeking long-term recovery from substance use disorders, and prohibits grants from exceeding \$150,000 per recovery community organization. Executive deletes. House revises to allocate in accordance with section 273b of the Mental Health Code. Senate retains.

Sec. 1005. Health Home Program Expansion – RETAINED

Requires DHHS to maintain and expand the number of behavioral health homes in PIHP regions 1, 2, and 8 and to expand the number of opioid health homes in PIHP regions 1, 2, 4, and 9. Executive deletes. House revises to maintain the current behavioral health and substance use disorder health homes and permits DHHS to expand into 2 additional PIHP regions. Senate retains.

Sec. 1010. Behavioral Health Community Supports and Services – RETAINED

Requires the funds appropriated for behavioral health community supports and services be used to expand assertive community treatment (ACT), forensic assertive community treatment, and supportive housing for the purpose of reducing waiting lists at state psychiatric hospitals. House revises to allocate funding for crisis stabilization units and psychiatric residential treatment facilities. Senate retains.

Sec. 1015. Mental Health Block Grant Funding Allocation – NEW

Senate requires DHHS to allocate mental health block grant funding to PIHPs and CMHSPs and to 1 private entity that has a statewide contract.

POPULATION HEALTH

Sec. 1151. Opioid Addiction Treatment Education Collaboration – RETAINED

Requires DHHS to coordinate with other entities to work with substance use disorder providers to inform Medicaid beneficiaries of medically appropriate opioid addiction treatment options when an opioid prescription is ended, and address other opioid abuse issues; requires report. Executive deletes. House and Senate retain.

Major Boilerplate Changes from FY 2020-21

Sec. 1183. Emergency Medical Response Service Data Exemption – RETAINED

Prohibits DHHS from requiring a medical first response service to submit data to the Michigan emergency medical services information system if the service is located in a county with less than 85,000 population, outlines written reporting required. Executive and House delete. Senate retains.

Sec. 1186. (House) Public and Volunteer Emergency Medical Services Evaluation – NOT INCLUDED

New House language directs DHHS to evaluate staffing and financing of public and volunteer EMS services and systems including requirement for provision of services regardless of ability to pay, and to report findings and ways to address issues identified. Senate does not include.

Sec. 1303. Contract Restrictions for Family Planning Local Agreements with State Funds – RETAINED

Prohibits DHHS from contracting with an organization that provides elective abortions, or abortion counseling or referrals, for services funded with certain state restricted or GF/GP funds. Prohibits an organization under contract with DHHS from subcontracting with an organization that provides elective abortions or abortion counseling or referrals, for services that are to be funded with certain state restricted or GF/GP funds. Executive deletes. House and Senate retain.

Sec. 1304. Prohibit Use of State Funds for Abortion Counseling, Referrals, or Services – RETAINED

Prohibits the use by DHHS or its grantees or subcontractors of state restricted or state general funds appropriated in the Family Planning Local Agreements line item or the Pregnancy Prevention Program line items for abortion counseling, referrals, or services. Executive deletes. House and Senate retain.

Sec. 1305. Contract Restrictions and Priorities for Family Planning and Pregnancy Prevention – RETAINED

(1) Prohibits DHHS from contracting for family planning and pregnancy prevention services with an entity that engages in abortion activities under PA 360 of 2002, if another entity applies to provide those services that is not already engaged in abortion activities. (2) Requires DHHS to give a higher priority to a) contracting for services in counties where there are currently no contracts for services, before b) contracting for additional services by an entity that engages in abortion activities in a county where there are already services provided by an entity that does not engage in abortion activities. Executive deletes. House and Senate retain.

Sec. 1320. Family Planning and Pregnancy Prevention Media Campaign Messaging – RETAINED

States legislative intent that funds that may be expended for a public media campaign regarding publicly funded family planning or pregnancy prevention programs shall not be used to communicate any message that implies or that can be interpreted to mean that abortion is a method of family planning or pregnancy prevention. Executive deletes. House revises to remove legislative intent phrasing. Senate retains current law.

Sec. 1344. Title X and Title V Funds Replacement – NOT INCLUDED

New House language establishes that programs previously funded with federal family planning and maternal and child health block grant funding shall be funded with GF/GP and DHHS shall not contract for these programs with any vendor that provides abortion services. Senate does not include.

Sec. 1347. Use of Funds for Abortion Counseling or Activities Regarding Human Embryo Use – NOT INCLUDED

New House language prohibits use of state funds for abortion counseling, referrals, or services, or for any activities regarding human cloning or research in which a human embryo is destroyed or discarded. Senate does not include. [Par of section is also found in current law section 1304].

MEDICAL SERVICES

Sec. 1501. Electronic Health Records Incentive Program Work Project – DELETED

Establishes unexpended funds for the electronic health records incentive program as a work project appropriation with the tentative completion date to be September 30, 2025. Provides for the intent that funds also be available to dental providers. Executive deletes. House retains. Senate deletes.

Sec. 1507. Office of Inspector General Medicaid Managed Care Audits – RETAINED

Requires the Office of Inspector General to audit and recoup inappropriate or fraudulent payments from Medicaid managed care organizations to providers. Prohibits DHHS from fining, suspending, or disenrolling a Medicaid provider due to the discovery of inappropriate payments, unless authorized by federal or state law. Executive deletes. House and Senate retain.

Sec. 1508. Opioid Consulting – NEW

Senate prohibits DHHS from contracting with any private company that provided consulting services to opioid manufacturers that has reached a settlement with this state related to the opioid crisis.

Major Boilerplate Changes from FY 2020-21

Sec. 1516/1616. Community Health Workers – NEW

House in Sec. 1516 and Senate in Sec. 1616. require DHHS to seek any appropriate federal approvals to enroll and begin reimbursing community health workers as Medicaid providers commensurate to the worker's scope of training and abilities, to develop and test a value-based payment approach, to pool funds to expand the number of community health workers, and to identify the optimal community health worker ratio to Medicaid recipient; and requires a report.

Sec. 1615. Encounter Claims Data Integrity – RETAINED

Requires the department to provide oversight of Medicaid claims encounter data to insure the integrity of actuarial rates; allows the department to request certain information from Medicaid health plans; and provides for the intent that the department conduct annual audits of Medicaid claims and provide for remedial actions to mitigate errors in actuarial rates. Executive and House revise to remove language related to information requests from Medicaid health plans, as well as annual audit intent language. Senate retains.

Sec. 1620. Pharmacy Dispensing Fee and Prescription Drug Co-payments – REVISED

Establishes the pharmacy dispensing fees based on the medication's standing on the DHHS preferred drug list; requires prescription co-payments for Medicaid recipients not enrolled in the Healthy Michigan Plan or with an income less than 100% of the federal poverty level of \$1 for generic drugs and \$3 for brand-name drugs; requires prescription co-payments for Healthy Michigan plan enrollees with an income of at least 100% of the federal poverty level of \$4 for generic drugs and \$8 for brand-name drugs. Executive revises to replace "customary cash charge" with "submitted dispensing fee", and makes various technical changes. House retains. Senate concurs with the Executive.

Sec. 1625. Medicaid Managed Care Pharmacy Benefits Managers – REVISED

Prohibits DHHS, beginning February 1, 2021, from entering into any contracts with a Medicaid managed care organization that relies on a pharmacy benefits manager that does not: 1) utilize a pharmacy reimbursement methodology of the National Average Drug Acquisition Cost plus a professional dispensing fee comparable to the Medicaid fee-for-service dispensing fees for pharmacies with not more than 7 retail outlets (and lists reimbursements when an ingredient does not have a National Average Drug Acquisition Cost listed); 2) reimburse for valid claims at the rate in effect at the time of original claim; 3) agree to transparent "pass-through" pricing, 4) agree to not create new fees or increase fees above inflation, and 5) agree to not terminate existing contracts for the sole reason of the additional professional dispensing fee. Executive removes implementation date, and modifies the reimbursement methodology. House only removes implementation date. Senate concurs with the Executive with technical revisions.

Sec. 1646. Nursing Facility Quality Measure Initiative Program – RETAINED

Requires DHHS to continue a nursing facility quality measure initiative program financed through the nursing facility QAAP and establishes distribution criteria; requires report on program effectiveness. Executive deletes. House and Senate retain.

Sec. 1792. Health Plan Pharmaceutical Encounter Data Report – RETAINED

Requires DHHS to evaluate pharmacy encounter data through the first 2 quarters of the fiscal year and to provide a report on the findings. Executive deletes. House and Senate retain.

Sec. 1803. Portable X-Ray and Ultrasound Provider Type – RETAINED

Requires DHHS to maintain Medicaid rules to allow for billing and establish reimbursement for transportation charges related to portable x-ray services and requires policies be effective October 1 of the current fiscal year. Executive deletes. House and Senate retain.

Sec. 1804. Identification of Medicaid Beneficiaries Who Are Veterans – RETAINED

Requires DHHS to work with the federal government's public assistance reporting information system to identify Medicaid recipients who are veterans and may be eligible for federal veteran's health care benefits, lists specific performance outcomes to be reported to the legislature and revise the wording in the public assistance application from "veteran" to "served in the military". Executive and House revise to make language regarding the utilization of the public assistance reporting information system permissive, and removes legislative reporting requirements. Senate retains.

Sec. 1846. Graduate Medical Education Priorities – RETAINED

Requires DHHS to distribute GME funds with an emphasis on encouragement of the training of physicians in specialties, including primary care, that are necessary to meet future needs of this state, and training of physicians in settings that include ambulatory sites and rural locations. House revises to also emphasize training of pediatric psychiatrists. Senate retains.

Sec. 1854. PACE Enrollment Caps – NOT INCLUDED

House requires the PACE line to support not less than 6,920 enrollments. Senate does not include.

Major Boilerplate Changes from FY 2020-21

Sec. 1875. Prior Authorization for Certain Drugs – REVISED

Applies prior authorization prohibition to DHHS and its contractual agents for psychotropic medications, drugs for the treatment of HIV or AIDS, epilepsy/seizure disorder, or drugs for organ transplant therapy, if those drugs were either carved out or not subject to prior authorization procedures as of January 22, 2020, defines “prior authorization”; and requires DHHS to explore including medications for the treatment of Duchenne Muscular Dystrophy to the list of Medicaid prescriptions not subject to prior authorization. House revises to include prohibition on utilization management for opioid withdrawal symptom management medications. Senate removes the date for whole class of drugs to not be subject to prior authorization.

Sec. 1876. Medicaid Coverage of Deflazacort – DELETED

Requires DHHS to include the corticosteroid deflazacort on the Medicaid health plan common formula. Executive, House, and Senate delete.

Sec. 1877. Prior Authorization Appeals – NOT INCLUDED

House requires the DHHS not subject Medicaid providers to waiting more than 72 hours to receive decisions on prior authorization appeals related to “urgent requests”. Senate does not include.

Sec. 1880. Single Preferred Drug List Report and Rate Setting – DELETED

Requires DHHS to submit a report on estimated and actual expenditures and savings incurred from the single preferred drug list, requires DHHS to make any relevant adjustments to the rates to Medicaid managed care organizations to occur outside of the May caseload consensus. Executive, House, and Senate delete.

Sec. 1881. Risk Corridor Financial Reconciliation – REVISED

Identifies savings assumptions from the 2-way risk corridor for Medicaid managed care organizations, requires a report and requires DHHS to make any relevant adjustments to the rates to Medicaid managed care organizations to occur outside of the May caseload consensus, and states intent that a 2-way risk corridor will not be in effect next fiscal year. Executive and House delete. Senate revises to prohibit including a 2-way risk corridor in the current fiscal year managed care rates