

**SUBSTITUTE FOR
HOUSE BILL NO. 5556**

A bill to make appropriations for the department of health and human services for the fiscal year ending September 30, 2025; and to provide for the expenditure of the appropriations.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

PART 1

LINE-ITEM APPROPRIATIONS

Sec. 101. There is appropriated for the department of health and human services for the fiscal year ending September 30, 2025, from the following funds:

DEPARTMENT OF HEALTH AND HUMAN SERVICES

APPROPRIATION SUMMARY

Full-time equated unclassified positions	6.0
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Full-time equated classified positions	15,891.5
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1	Average population	798.0	
2	GROSS APPROPRIATION		\$ 37,763,528,300
3	Interdepartmental grant revenues:		
4	Total interdepartmental grants and		
5	intradepartmental transfers		14,707,900
6	ADJUSTED GROSS APPROPRIATION		\$ 37,748,820,400
7	Federal revenues:		
8	Social security act, temporary assistance for		
9	needy families		597,514,000
10	Capped federal revenues		516,972,500
11	Total other federal revenues		25,588,661,400
12	Special revenue funds:		
13	Total local revenues		160,445,300
14	Total private revenues		179,764,200
15	Michigan merit award trust fund		92,268,700
16	Total other state restricted revenues		3,844,995,800
17	State general fund/general purpose		\$ 6,768,198,500
18	Sec. 102. DEPARTMENTAL ADMINISTRATION AND		
19	SUPPORT		
20	Full-time equated unclassified positions	6.0	
21	Full-time equated classified positions	959.4	
22	Unclassified salaries--FTEs	6.0	\$ 1,431,500
23	Administrative hearings officers		9,995,400
24	Child welfare institute--FTEs	55.0	9,552,100
25	Demonstration projects--FTEs	7.0	7,070,800
26	Departmental administration and management--		
27	FTEs	660.4	110,361,300
28	Legal services		100,000



1	Office of inspector general--FTEs	211.0	29,165,400
2	Property management		62,608,700
3	Terminal leave payments		7,091,300
4	Training and program support--FTEs	26.0	3,751,700
5	Warehouse operations		1,400,000
6	Worker's compensation		7,662,000
7	GROSS APPROPRIATION		\$ 250,190,200
8	Appropriated from:		
9	Interdepartmental grant revenues:		
10	IDG from department of lifelong education,		
11	advancement, and potential		1,839,800
12	IDG from department of technology, management,		
13	and budget - office of retirement services		600
14	Federal revenues:		
15	Social security act, temporary assistance for		
16	needy families		27,456,600
17	Capped federal revenues		19,632,800
18	Total other federal revenues		76,353,900
19	Special revenue funds:		
20	Total local revenues		86,000
21	Total private revenues		3,846,900
22	Total other state restricted revenues		1,330,300
23	State general fund/general purpose		\$ 119,643,300
24	Sec. 103. CHILD SUPPORT ENFORCEMENT		
25	Full-time equated classified positions	193.7	
26	Child support enforcement operations--FTEs	187.7	\$ 26,773,600
27	Child support incentive payments		24,409,600
28	Legal support contracts		132,600,300



1	State disbursement unit--FTEs	6.0	7,381,400
2	GROSS APPROPRIATION		\$ 191,164,900
3	Appropriated from:		
4	Federal revenues:		
5	Capped federal revenues		16,273,100
6	Total other federal revenues		149,397,500
7	State general fund/general purpose		\$ 25,494,300
8	Sec. 104. COMMUNITY SERVICES AND OUTREACH		
9	Full-time equated classified positions	56.0	
10	Bureau of community services and outreach--FTEs	24.0	\$ 3,569,800
11	Community services and outreach administration-		
12	-FTEs	20.0	8,682,000
13	Community services block grant		25,840,000
14	Diaper assistance grant		4,404,400
15	Homeless programs--FTE	1.0	27,504,100
16	Housing and support services		13,031,000
17	Kids' food basket		1,025,000
18	Runaway and homeless youth grants		13,126,100
19	School success partnership program		1,525,000
20	Weatherization assistance		21,860,300
21	Weatherization assistance - IIJA--FTEs	11.0	40,013,000
22	GROSS APPROPRIATION		\$ 160,580,700
23	Appropriated from:		
24	Federal revenues:		
25	Social security act, temporary assistance for		
26	needy families		22,165,800
27	Capped federal revenues		98,063,300
28	Total other federal revenues		14,661,200



1	State general fund/general purpose		\$ 25,690,400
2	Sec. 105. CHILDREN'S SERVICES AGENCY - CHILD		
3	WELFARE		
4	Full-time equated classified positions	4,117.2	
5	Adoption subsidies		\$ 212,000,000
6	Adoption support services--FTEs	10.0	42,131,400
7	Attorney general contract		5,191,100
8	Child abuse and neglect - children's justice		
9	act--FTE	1.0	628,900
10	Child care fund		273,181,650
11	Child care fund - indirect cost allotment		3,500,000
12	Child protection		2,050,300
13	Child welfare administration travel		390,000
14	Child welfare field staff - noncaseload		
15	compliance--FTEs	353.0	42,404,300
16	Child welfare licensing--FTEs	59.0	7,570,100
17	Child welfare medical/psychiatric evaluations		9,428,500
18	Children's protective services - caseload		
19	staff--FTEs	1,615.0	176,060,700
20	Children's protective services supervisors--		
21	FTEs	387.0	49,359,000
22	Children's services administration--FTEs	218.2	28,681,400
23	Children's trust fund--FTEs	12.0	5,059,800
24	Contractual services, supplies, and materials		9,567,600
25	Court-appointed special advocates		2,500,000
26	Education planners--FTEs	15.0	1,990,000
27	Family preservation and prevention services		
28	administration--FTEs	9.0	1,422,400



1	Family preservation programs--FTEs	34.0	69,223,700
2	Foster care payments		323,318,050
3	Foster care services - caseload staff--FTEs	966.0	100,870,900
4	Foster care services supervisors--FTEs	227.0	31,894,700
5	Guardianship assistance program		11,360,600
6	Interstate compact		179,600
7	Peer coaches--FTEs	45.5	6,476,300
8	Performance-based funding implementation--FTEs	3.0	560,400
9	Permanency resource managers--FTEs	28.0	3,599,400
10	Prosecuting attorney contracts		8,142,800
11	Second line supervisors and technical staff--		
12	FTEs	126.0	20,335,200
13	Settlement monitor		2,709,800
14	Strong families/safe children		11,600,000
15	Title IV-E compliance and accountability		
16	office--FTEs	4.0	471,900
17	Youth in transition--FTEs	4.5	8,194,200
18	GROSS APPROPRIATION		\$ 1,472,054,700
19	Appropriated from:		
20	Interdepartmental grant revenues:		
21	IDG from department of lifelong education,		
22	advancement, and potential		244,400
23	Federal revenues:		
24	Social security act, temporary assistance for		
25	needy families		294,818,000
26	Capped federal revenues		105,533,500
27	Total other federal revenues		271,418,700
28	Special revenue funds:		



1	Local funds - county chargeback		33,264,600
2	Private - collections		1,503,300
3	Children's trust fund		2,895,300
4	Total other state restricted revenues		3,615,800
5	State general fund/general purpose	\$	758,761,100
6	Sec. 106. CHILDREN'S SERVICES AGENCY - JUVENILE		
7	JUSTICE		
8	Full-time equated classified positions	147.5	
9	Bay Pines Center--FTEs	60.0	\$ 7,826,700
10	Committee on juvenile justice administration--		
11	FTEs	2.5	368,200
12	Committee on juvenile justice grants		3,000,000
13	Community support services--FTEs	3.0	2,513,200
14	County juvenile officers		3,977,600
15	Juvenile justice, administration and		
16	maintenance--FTEs	21.0	6,383,600
17	Shawono Center--FTEs	61.0	7,968,800
18	GROSS APPROPRIATION		\$ 32,038,100
19	Appropriated from:		
20	Federal revenues:		
21	Capped federal revenues		7,709,300
22	Total other federal revenues		223,200
23	Special revenue funds:		
24	Local funds - state share education funds		1,374,400
25	Local funds - county chargeback		6,523,800
26	State general fund/general purpose	\$	16,207,400
27	Sec. 107. PUBLIC ASSISTANCE		
28	Full-time equated classified positions	1.0	



1	Emergency services local office allocations	\$	38,813,500
2	Fair food network - double up food bucks		3,000,000
3	Family independence program		80,877,500
4	Family independence program - clothing		
5	allowance		10,000,000
6	Family independence program - small child		
7	supplemental payment		16,240,100
8	Food assistance program benefits		4,018,370,000
9	Food Bank Council of Michigan		12,045,000
10	Indigent burial		4,333,400
11	Low-income home energy assistance program		174,951,600
12	Michigan energy assistance program--FTE	1.0	57,500,000
13	Prenatal and infant support program		9,621,700
14	Refugee assistance program		7,954,200
15	State disability assistance payments		7,057,200
16	State supplementation		54,770,700
17	State supplementation administration		1,806,100
18	GROSS APPROPRIATION	\$	4,497,341,000
19	Appropriated from:		
20	Federal revenues:		
21	Social security act, temporary assistance for		
22	needy families		132,538,100
23	Capped federal revenues		182,905,800
24	Total other federal revenues		4,013,660,000
25	Special revenue funds:		
26	Child support collections		8,751,200
27	Low-income energy assistance fund		50,000,000
28	Public assistance recoupment revenue		4,868,300



1	Supplemental security income recoveries		1,569,000
2	State general fund/general purpose	\$	103,048,600
3	Sec. 108. LOCAL OFFICE OPERATIONS AND SUPPORT		
4	SERVICES		
5	Full-time equated classified positions	5,758.5	
6	Administrative support workers--FTEs	167.0	\$ 14,934,500
7	Adult services local office staff--FTEs	550.0	68,661,300
8	Contractual services, supplies, and materials		31,051,000
9	Donated funds positions--FTEs	237.0	29,274,400
10	Elder Law of Michigan MiCAFE contract		350,000
11	Electronic benefit transfer (EBT)		9,714,000
12	Employment and training support services		4,219,100
13	Food assistance reinvestment--FTEs	16.0	7,494,300
14	Local office policy and administration--FTEs	125.0	20,565,600
15	Local office staff travel		8,252,400
16	Medical/psychiatric evaluations		1,120,100
17	Nutrition education--FTEs	2.0	33,040,900
18	Pathways to potential--FTEs	231.0	26,143,300
19	Public assistance local office staff--FTEs	4,430.5	501,434,500
20	SSI advocacy legal services grant		375,000
21	GROSS APPROPRIATION	\$	756,630,400
22	Appropriated from:		
23	Interdepartmental grant revenues:		
24	IDG from department of corrections		120,200
25	IDG from department of lifelong education,		
26	advancement, and potential		8,315,800
27	Federal revenues:		



1	Social security act, temporary assistance for		
2	needy families		73,233,900
3	Capped federal revenues		55,328,300
4	Total other federal revenues		286,502,800
5	Special revenue funds:		
6	Local funds - donated funds		4,378,900
7	Private funds - donated funds		9,969,200
8	Private revenues		250,000
9	State general fund/general purpose	\$	318,531,300
10	Sec. 109. DISABILITY DETERMINATION SERVICES		
11	Full-time equated classified positions	628.4	
12	Disability determination operations--FTEs	624.3	\$ 125,947,100
13	Retirement disability determination--FTEs	4.1	643,300
14	GROSS APPROPRIATION		\$ 126,590,400
15	Appropriated from:		
16	Interdepartmental grant revenues:		
17	IDG from department of lifelong education,		
18	advancement, and potential		16,000
19	IDG from department of technology, management,		
20	and budget - office of retirement services		819,900
21	Federal revenues:		
22	Total other federal revenues		121,909,300
23	State general fund/general purpose	\$	3,839,000
24	Sec. 110. BEHAVIORAL HEALTH PROGRAM		
25	ADMINISTRATION AND SPECIAL PROJECTS		
26	Full-time equated classified positions	86.0	
27	Behavioral health program administration--FTEs	46.0	\$ 63,656,100



1	Community substance use disorder prevention,		
2	education, and treatment--FTEs	9.0	81,626,200
3	Family support subsidy		15,670,900
4	Federal and other special projects		2,535,600
5	Gambling addiction--FTE	4.0	9,521,300
6	Mental health diversion council		3,850,000
7	Michigan Clinical Consultation and Care		5,289,000
8	Office of recipient rights--FTEs	25.0	3,502,800
9	Opioid response activities--FTEs	2.0	133,943,000
10	Protection and advocacy services support		194,400
11	GROSS APPROPRIATION		\$ 319,789,300
12	Appropriated from:		
13	Federal revenues:		
14	Social security act, temporary assistance for		
15	needy families		15,670,900
16	Total other federal revenues		170,863,100
17	Special revenue funds:		
18	Total private revenues		2,904,700
19	Total other state restricted revenues		78,591,100
20	State general fund/general purpose		\$ 51,759,500
21	Sec. 111. BEHAVIORAL HEALTH SERVICES		
22	Full-time equated classified positions	11.0	
23	Autism services		\$ 342,723,900
24	Behavioral health community supports and		
25	services--FTEs	7.0	43,969,700
26	Certified community behavioral health clinic		
27	demonstration		519,414,300
28	Civil service charges		297,500



1	Community mental health non-Medicaid services		125,578,200
2	Federal mental health block grant--FTEs	4.0	24,471,700
3	Health homes		53,418,500
4	Healthy Michigan plan - behavioral health		535,228,600
5	Medicaid mental health services		3,304,837,600
6	Medicaid substance use disorder services		97,941,400
7	Multicultural integration funding		17,284,900
8	Nursing home PAS/ARR-OBRA		15,213,600
9	State disability assistance program substance		
10	use disorder services		2,018,800
11	GROSS APPROPRIATION		\$ 5,082,398,700
12	Appropriated from:		
13	Federal revenues:		
14	Social security act, temporary assistance for		
15	needy families		421,000
16	Capped federal revenues		184,500
17	Total other federal revenues		3,449,212,000
18	Special revenue funds:		
19	Total local revenues		10,190,500
20	Total other state restricted revenues		68,561,400
21	State general fund/general purpose		\$ 1,553,829,300
22	Sec. 112. STATE PSYCHIATRIC HOSPITALS AND		
23	FORENSIC MENTAL HEALTH SERVICES		
24	Full-time equated classified positions	2,546.6	
25	Average population	798.0	
26	Caro Regional Mental Health Center -		
27	psychiatric hospital - adult--FTEs	530.7	\$ 61,299,100
28	Average population	145.0	



1	Center for forensic psychiatry--FTEs	624.5	102,649,400
2	Average population	240.0	
3	Developmental disabilities council and		
4	projects--FTEs	10.0	3,196,800
5	Gifts and bequests for patient living and		
6	treatment environment		1,000,000
7	IDEA, federal special education		120,000
8	Kalamazoo Psychiatric Hospital - adult--FTEs	561.2	72,573,300
9	Average population	170.0	
10	Purchase of medical services for residents of		
11	hospitals and centers		445,600
12	Revenue recapture		750,100
13	Special maintenance		924,600
14	State hospital administration--FTEs	34.0	5,735,000
15	Walter P. Reuther Psychiatric Hospital - adult,		
16	children, and adolescents--FTEs	786.2	123,069,900
17	Average population	243.0	
18	GROSS APPROPRIATION		\$ 371,763,800
19	Appropriated from:		
20	Federal revenues:		
21	Total other federal revenues		46,642,000
22	Special revenue funds:		
23	Total local revenues		23,283,200
24	Total private revenues		1,000,000
25	Total other state restricted revenues		15,189,200
26	State general fund/general purpose		\$ 285,649,400
27	Sec. 113. HEALTH AND HUMAN SERVICES POLICY AND		
28	INITIATIVES		



1	Full-time equated classified positions	74.3	
2	Cellular therapy for Versiti Michigan		\$ 750,000
3	Certificate of need program administration--		
4	FTEs	11.3	2,744,600
5	Child advocacy centers		1,407,000
6	Child advocacy centers - supplemental grants		2,000,000
7	Community health programs		12,500,000
8	Crime victim grants administration services--		
9	FTEs	17.0	3,092,300
10	Crime victim justice assistance grants		78,579,300
11	Crime victim rights services grants		19,869,900
12	Crime victim rights sustaining grants		30,000,000
13	Critical health and wellness center operations		1,500,000
14	Domestic violence prevention and treatment--		
15	FTEs	15.6	18,383,500
16	Human trafficking intervention services--FTE	1.0	200,000
17	Michigan essential health provider		3,519,600
18	Minority health grants and contracts--FTEs	3.0	1,159,700
19	Nurse education and research program--FTEs	3.0	823,600
20	Policy and planning administration--FTEs	19.9	2,768,500
21	Primary care services--FTEs	3.0	3,809,200
22	Rape prevention and services--FTEs	0.5	7,097,300
23	Rural health services		175,000
24	Uniform statewide sexual assault evidence kit		
25	tracking system		369,500
26	GROSS APPROPRIATION		\$ 190,749,000
27	Appropriated from:		
28	Interdepartmental grant revenues:		



1	IDG from department of licensing and regulatory		
2	affairs		823,600
3	IDG from department of lifelong education,		
4	advancement, and potential		2,400
5	IDG from department of treasury, Michigan		
6	finance authority		117,700
7	Federal revenues:		
8	Social security act, temporary assistance for		
9	needy families		6,736,000
10	Capped federal revenues		10,704,100
11	Total other federal revenues		86,260,100
12	Special revenue funds:		
13	Total private revenues		865,000
14	Child advocacy centers fund		1,407,000
15	Compulsive gaming prevention fund		1,040,500
16	Crime victim's rights fund		18,784,900
17	Sexual assault victims' prevention and		
18	treatment fund		3,000,000
19	Total other state restricted revenues		3,309,500
20	State general fund/general purpose	\$	57,698,200
21	Sec. 114. EPIDEMIOLOGY, EMERGENCY MEDICAL		
22	SERVICES, AND LABORATORY		
23	Full-time equated classified positions	449.9	
24	Bioterrorism preparedness--FTEs	53.0	\$ 31,009,800
25	Childhood lead program--FTEs	4.5	2,342,900
26	Emergency medical services program--FTEs	27.0	10,530,000
27	Epidemiology administration--FTEs	73.5	26,350,100
28	Healthy homes program--FTEs	66.0	56,569,600



1	Laboratory services--FTEs	102.0	31,002,000
2	Newborn screening follow-up and treatment		
3	services--FTEs	10.5	9,837,500
4	PFAS and environmental contamination response--		
5	FTEs	43.0	20,530,400
6	Vital records and health statistics--FTEs	70.4	11,573,100
7	GROSS APPROPRIATION		\$ 199,745,400
8	Appropriated from:		
9	Interdepartmental grant revenues:		
10	IDG from department of environment, Great		
11	Lakes, and energy		1,797,800
12	Federal revenues:		
13	Capped federal revenues		81,100
14	Total other federal revenues		77,506,000
15	Special revenue funds:		
16	Total private revenues		1,342,600
17	Total other state restricted revenues		32,478,400
18	State general fund/general purpose		\$ 86,539,500
19	Sec. 115. LOCAL HEALTH AND ADMINISTRATIVE		
20	SERVICES		
21	Full-time equated classified positions	190.1	
22	AIDS prevention, testing, and care programs--		
23	FTEs	79.5	\$ 110,825,500
24	Cancer prevention and control program--FTEs	18.0	15,911,400
25	Chronic disease control and health promotion		
26	administration--FTEs	28.4	10,429,400
27	Diabetes and kidney program--FTEs	8.0	4,198,800
28	Essential local public health services		76,419,300



1	Implementation of 1993 PA 133, MCL 333.17015		20,000
2	Local health services--FTEs	3.3	8,724,200
3	Medicaid outreach cost reimbursement to local		
4	health departments		12,500,000
5	Public health administration--FTEs	9.0	2,289,200
6	Sexually transmitted disease control program--		
7	FTEs	20.0	8,555,700
8	Smoking prevention program--FTEs	15.0	7,164,700
9	Violence prevention--FTEs	8.9	19,062,100
10	GROSS APPROPRIATION		\$ 276,100,300
11	Appropriated from:		
12	Federal revenues:		
13	Social security act, temporary assistance for		
14	needy families		2,300
15	Total other federal revenues		90,556,700
16	Special revenue funds:		
17	Total local revenues		5,150,000
18	Total private revenues		74,556,600
19	Total other state restricted revenues		14,425,200
20	State general fund/general purpose		\$ 91,409,500
21	Sec. 116. FAMILY HEALTH SERVICES		
22	Full-time equated classified positions	136.1	
23	Child and adolescent health care and centers		\$ 41,242,700
24	Dental programs--FTEs	5.3	7,546,800
25	Drinking water declaration of emergency		4,271,000
26	Family, maternal, and child health		
27	administration--FTEs	49.0	10,837,300
28	Family planning local agreements		15,810,700



1	Immunization program--FTEs	20.8	20,696,600
2	Local MCH services		7,018,100
3	Pregnancy prevention program		1,297,900
4	Prenatal care and premature birth avoidance		
5	grant		1,000,000
6	Prenatal care outreach and service delivery		
7	support--FTEs	19.0	48,400,800
8	Special projects		6,289,100
9	Sudden and unexpected infant death and		
10	suffocation prevention program		321,300
11	Women, infants, and children program		
12	administration and special projects--FTEs	42.0	19,673,900
13	Women, infants, and children program local		
14	agreements and food costs		251,285,000
15	GROSS APPROPRIATION		\$ 435,691,200
16	Appropriated from:		
17	Federal revenues:		
18	Total other federal revenues		268,760,500
19	Special revenue funds:		
20	Total local revenues		42,817,700
21	Total private revenues		64,785,700
22	Total other state restricted revenues		4,049,500
23	State general fund/general purpose		\$ 55,277,800
24	Sec. 117. CHILDREN'S SPECIAL HEALTH CARE		
25	SERVICES		
26	Full-time equated classified positions	51.8	
27	Bequests for care and services--FTEs	9.8	\$ 2,087,100



1	Children's special health care services		
2	administration--FTEs	42.0	8,743,800
3	Medical care and treatment		288,818,200
4	Outreach and advocacy		6,722,200
5	GROSS APPROPRIATION	\$	306,371,300
6	Appropriated from:		
7	Federal revenues:		
8	Total other federal revenues		160,028,800
9	Special revenue funds:		
10	Total private revenues		1,044,100
11	Total other state restricted revenues		4,433,300
12	State general fund/general purpose	\$	140,865,100
13	Sec. 118. AGING SERVICES		
14	Community services	\$	60,706,900
15	Employment assistance		3,500,000
16	Nutrition services		50,004,200
17	Respite care program		7,268,700
18	Senior volunteer service programs		4,765,300
19	GROSS APPROPRIATION	\$	126,245,100
20	Appropriated from:		
21	Federal revenues:		
22	Total other federal revenues		67,787,400
23	Special revenue funds:		
24	Total private revenues		300,000
25	Michigan merit award trust fund		4,068,700
26	Total other state restricted revenues		2,800,000
27	State general fund/general purpose	\$	51,289,000



1	Sec. 119. HEALTH AND AGING SERVICES		
2	ADMINISTRATION		
3	Full-time equated classified positions	473.0	
4	Aging services administration--FTEs	43.0	\$ 9,629,400
5	Health services administration--FTEs	430.0	125,861,500
6	GROSS APPROPRIATION		\$ 135,490,900
7	Appropriated from:		
8	Federal revenues:		
9	Total other federal revenues		88,149,300
10	Special revenue funds:		
11	Total local revenues		37,700
12	Total private revenues		1,721,300
13	Total other state restricted revenues		336,300
14	State general fund/general purpose		\$ 45,246,300
15	Sec. 120. HEALTH SERVICES		
16	Adult home help services		\$ 540,996,100
17	Ambulance services		23,768,100
18	Auxiliary medical services		6,723,400
19	Dental clinic program		1,000,000
20	Dental services		314,199,000
21	Federal Medicare pharmaceutical program		426,126,000
22	Health plan services		8,048,064,900
23	Healthy Michigan plan		6,362,405,100
24	Home health services		3,748,400
25	Hospice services		167,506,900
26	Hospital services and therapy		616,810,800
27	Integrated care organizations		370,574,900
28	Long-term care services		2,406,027,000



1	Maternal and child health	26,340,400
2	Medicaid home- and community-based services	
3	waiver	516,444,000
4	Medicare premium payments	926,166,300
5	Personal care services	6,196,100
6	Pharmaceutical services	300,638,800
7	Physician services	290,325,600
8	Plan first	6,567,500
9	Program of all-inclusive care for the elderly	299,357,000
10	Recuperative care	297,600
11	School-based services	172,147,500
12	Special Medicaid reimbursement	310,113,900
13	Transportation	21,476,400
14	GROSS APPROPRIATION	\$ 22,164,021,700
15	Appropriated from:	
16	Federal revenues:	
17	Total other federal revenues	15,811,314,700
18	Special revenue funds:	
19	Total local revenues	33,331,800
20	Total private revenues	10,423,900
21	Michigan merit award trust fund	88,200,000
22	Total other state restricted revenues	3,511,723,900
23	State general fund/general purpose	\$ 2,709,027,400
24	Sec. 121. INFORMATION TECHNOLOGY	
25	Full-time equated classified positions	11.0
26	Bridges information system--FTEs	10.0 \$ 114,678,900
27	Child support automation	44,243,200
28	Comprehensive child welfare information system	8,274,700



1	Information technology services and projects		244,807,200
2	Michigan Medicaid information system--FTE	1.0	102,482,000
3	Michigan statewide automated child welfare		
4	information system		21,555,400
5	GROSS APPROPRIATION		\$ 536,041,400
6	Appropriated from:		
7	Interdepartmental grant revenues:		
8	IDG from department of lifelong education,		
9	advancement, and potential		609,700
10	Federal revenues:		
11	Social security act, temporary assistance for		
12	needy families		24,471,400
13	Capped federal revenues		20,556,700
14	Total other federal revenues		335,999,300
15	Special revenue funds:		
16	Total private revenues		5,250,000
17	Total other state restricted revenues		2,010,400
18	State general fund/general purpose		\$ 147,137,200
19	Sec. 122. ONE-TIME APPROPRIATIONS		
20	ALS services		\$ 829,900
21	Behavioral health services		3,500,000
22	Behavioral health urgent care		1,700,000
23	Child advocacy centers		3,500,000
24	Children's behavioral health service expansion		2,000,000
25	Children's services administration training		2,000,000
26	CMHSP crisis services		2,000,000
27	Community substance use disorder, education,		
28	and treatment		1,800,000



1	Complex medical condition center	500,000
2	Cranial hair prothesis	250,000
3	Critical access hospital facility and equipment	2,000,000
4	Deferred maintenance	1,000,000
5	Dental clinic	2,900,000
6	Dental programs	2,500,000
7	Domestic violence shelter operations	300,000
8	Doula training and continuing education	2,909,800
9	Emergency medical services program	500,000
10	Employment and training support services	2,500,000
11	Firearm injury and violence prevention	7,500,000
12	Firearm safety and violence prevention	1,800,000
13	First responder and public safety staff mental	
14	health	2,500,000
15	Health equity statewide curriculum	500,000
16	Home health care authority	1,000,000
17	Homeless programs	2,750,000
18	Hospice caregiver support center	1,000,000
19	Inpatient behavioral health facility	5,000,000
20	Maternal health services	420,000
21	Medical center robotic surgery	2,000,000
22	Medical debt relief pilot program	100
23	Mental health educational interventions	1,000,000
24	Multicultural integration funding	8,600,000
25	Narcotics awareness program	5,000,000
26	Native American health services	1,000,000
27	Nurse incentive program	2,500,000
28	Nurse workforce development	10,000,000



1	Opioid response activities	9,820,000
2	Patient-centered medical home	1,000,000
3	Pediatric lead testing pilot	1,000,000
4	Pediatric psychiatric urgent care center	5,000,000
5	Preweatherization services	10,000,000
6	Sexual assault and domestic violence prevention	
7	services	3,500,000
8	Sickle cell center	2,500,000
9	Suicide loss survivor program	250,000
10	State employees' retirement system	
11	implementation costs	700,000
12	Supportive home visitation	1,000,000
13	Transitional housing	1,750,000
14	Tribal homeless shelter operations	750,000
15	Water affordability	10,000,000
16	GROSS APPROPRIATION	\$ 132,529,800
17	Appropriated from:	
18	Federal revenues:	
19	Total other federal revenues	1,454,900
20	Special revenue funds:	
21	Total other state restricted revenues	9,820,000
22	State general fund/general purpose	\$ 121,254,900

PART 2

PROVISIONS CONCERNING APPROPRIATIONS
FOR FISCAL YEAR 2024-2025

GENERAL SECTIONS

28 Sec. 201. In accordance with section 30 of article IX of the
29 state constitution of 1963, for the current fiscal year, total



1 state spending under part 1 from state sources is
 2 \$10,705,460,000.00 and state spending under part 1 from state
 3 sources to be paid to local units of government is
 4 \$2,087,194,300.00. The following itemized statement identifies
 5 appropriations from which spending to local units of government
 6 will occur:

7	DEPARTMENT OF HEALTH AND HUMAN SERVICES	
8	CHILD SUPPORT ENFORCEMENT	
9	Child support incentive payments	\$ 9,570,000
10	Legal support contracts	1,300
11	COMMUNITY SERVICES AND OUTREACH	
12	Homeless programs	9,900
13	Housing and support services	124,700
14	CHILDREN'S SERVICES AGENCY - CHILD WELFARE	
15	Child care fund	181,742,300
16	Child care fund - indirect cost allotment	3,500,000
17	Child welfare licensing	68,300
18	Children's trust fund	60,800
19	Contractual services, supplies, and materials	10,500
20	Family preservation programs	2,000
21	Foster care payments	3,344,200
22	Prosecuting attorney contracts	1,269,100
23	Strong families/safe children	65,400
24	Youth in transition	300
25	CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE	
26	Bay Pines Center	49,700
27	Community support services	333,500
28	County juvenile officers	73,300



1	Shawono Center	2,000
2	PUBLIC ASSISTANCE	
3	Emergency services local office allocations	10,996,900
4	Indigent burial	6,000
5	Michigan energy assistance program	356,100
6	State disability assistance payments	174,200
7	LOCAL OFFICE OPERATIONS AND SUPPORT SERVICES	
8	Contractual services, supplies, and materials	91,700
9	Employment and training support services	6,200
10	DISABILITY DETERMINATION SERVICES	
11	Disability determination operations	2,000
12	BEHAVIORAL HEALTH PROGRAM ADMINISTRATION AND	
13	SPECIAL PROJECTS	
14	Behavioral health program administration	121,700
15	Community substance use disorder prevention,	
16	education, and treatment	8,783,500
17	Gambling addiction	1,333,700
18	Mental health diversion council	255,100
19	Opioid response activities	31,770,500
20	BEHAVIORAL HEALTH SERVICES	
21	Autism services	118,168,600
22	Behavioral health community supports and	
23	services	171,800
24	Certified community behavioral health clinic	
25	demonstration	122,766,700
26	Community mental health non-Medicaid services	125,578,200
27	Health homes	4,725,900
28	Healthy Michigan plan - behavioral health	53,653,100



1	Medicaid mental health services	1,096,529,500
2	Medicaid substance use disorder services	34,166,300
3	Multicultural integration funding	1,064,400
4	Nursing home PAS/ARR-OBRA	3,789,400
5	State disability assistance program substance	
6	use disorder services	2,018,000
7	STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL	
8	HEALTH SERVICES	
9	Caro Regional Mental Health Center -	
10	psychiatric hospital - adult	183,600
11	Center for forensic psychiatry	674,000
12	Kalamazoo Psychiatric Hospital - adult	66,200
13	Walter P. Reuther Psychiatric Hospital - adult,	
14	children, and adolescents	109,900
15	HEALTH AND HUMAN SERVICES POLICY AND	
16	INITIATIVES	
17	Crime victim rights services grants	11,593,000
18	Domestic violence prevention and treatment	163,000
19	Primary care services	79,800
20	EPIDEMIOLOGY, EMERGENCY MEDICAL SERVICES, AND	
21	LABORATORY	
22	Emergency medical services program	4,800
23	Epidemiology administration	448,700
24	Healthy homes program	1,301,700
25	PFAS and environmental contamination response	200
26	LOCAL HEALTH AND ADMINISTRATIVE SERVICES	
27	AIDS prevention, testing, and care programs	2,705,800
28	Cancer prevention and control program	43,600



1	Essential local public health services	71,269,300
2	Local health services	1,928,900
3	Public health administration	200
4	Sexually transmitted disease control program	775,400
5	Smoking prevention program	242,100
6	FAMILY HEALTH SERVICES	
7	Dental programs	25,000
8	Drinking water declaration of emergency	136,500
9	Family planning local agreements	224,000
10	Immunization program	2,155,600
11	Pregnancy prevention program	65,000
12	Prenatal care outreach and service delivery	
13	support	8,806,900
14	CHILDREN'S SPECIAL HEALTH CARE SERVICES	
15	Medical care and treatment	796,700
16	Outreach and advocacy	2,708,200
17	AGING SERVICES	
18	Community services	33,526,500
19	Nutrition services	12,597,200
20	Respite care program	5,800,000
21	Senior volunteer service programs	954,100
22	HEALTH AND AGING SERVICES ADMINISTRATION	
23	Aging services administration	200,200
24	HEALTH SERVICES	
25	Adult home help services	81,900
26	Ambulance services	840,600
27	Dental services	787,000
28	Healthy Michigan plan	896,700



1	Hospital services and therapy	400,000
2	Long-term care services	88,061,900
3	Medicaid home- and community-based services	
4	waiver	14,314,200
5	Personal care services	17,600
6	Physician services	2,854,200
7	Transportation	597,300
8	ONE-TIME APPROPRIATIONS	
9	CMHSP crisis services	2,000,000
10	TOTAL OF PAYMENTS TO LOCAL UNITS OF GOVERNMENT	\$ 2,087,194,300

11 Sec. 202. The appropriations under this part and part 1 are
 12 subject to the management and budget act, 1984 PA 431, MCL 18.1101
 13 to 18.1594.

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

- 15 (a) "AIDS" means acquired immunodeficiency syndrome.
- 16 (b) "CCBHC" means certified community behavioral health
 17 clinic.
- 18 (c) "CMHSP" means a community mental health services program
 19 as that term is defined in section 100a of the mental health code,
 20 1974 PA 258, MCL 330.1100a.
- 21 (d) "CMS" means the Centers for Medicare and Medicaid
 22 Services.
- 23 (e) "CPT" means current procedural terminology.
- 24 (f) "Current fiscal year" means the fiscal year ending
 25 September 30, 2025.
- 26 (g) "Department" means the department of health and human
 27 services.
- 28 (h) "Director" means the director of the department.
- 29 (i) "EPSDT" means early and periodic screening, diagnosis, and



1 treatment.

2 (j) "Federal poverty level" means the poverty guidelines
3 revised periodically and published in the Federal Register by the
4 Secretary of the United States Department of Health and Human
5 Services under the Secretary's authority to revise the poverty line
6 under 42 USC 9902.

7 (k) "FQHC" means federally qualified health center.

8 (l) "FTE" means full-time equated.

9 (m) "GME" means graduate medical education.

10 (n) "Health plan" means, at a minimum, an organization that
11 meets the criteria for delivering the comprehensive package of
12 services under the department's comprehensive health plan.

13 (o) "HEDIS" means health care effectiveness data and
14 information set.

15 (p) "HMO" means health maintenance organization.

16 (q) "IDEA" means the individuals with disabilities education
17 act, 20 USC 1400 to 1482.

18 (r) "IDG" means interdepartmental grant.

19 (s) "MCH" means maternal and child health.

20 (t) "Medicaid" means subchapter XIX of the social security
21 act, 42 USC 1396 to 1396w-8.

22 (u) "Medicare" means subchapter XVIII of the social security
23 act, 42 USC 1395 to 1395III.

24 (v) "MiCAFE" means Michigan's coordinated access to food for
25 the elderly.

26 (w) "MiChild" means the program described in section 1670 of
27 this part.

28 (x) "MiSACWIS" means Michigan statewide automated child
29 welfare information system.



1 (y) "PACE" means program of all-inclusive care for the
2 elderly.

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

7 (aa) "PATH" means Partnership. Accountability. Training. Hope.

8 (bb) "PFAS" means perfluoroalkyl and polyfluoroalkyl
9 substances.

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

18 (dd) "Previous fiscal year" means the fiscal year ending
19 September 30, 2024.

20 (ee) "Quarterly basis" means February 1, April 1, July 1, and
21 September 30 of the current fiscal year.

22 (ff) "Semiannual basis" means March 1 and September 30 of the
23 current fiscal year.

24 (gg) "Settlement" means the settlement agreement entered in
25 the case of *Dwayne B. v Snyder*, Docket No. 2:06-cv-13548 in the
26 United States District Court for the Eastern District of Michigan.

27 (hh) "SSI" means supplemental security income.

28 (ii) "Standard report recipients" means the senate and house
29 of representatives appropriations subcommittees on the department



1 budget, the senate and house fiscal agencies, the senate and house
2 of representatives policy offices, and the state budget office.

3 (jj) "STEMI" means an ST-elevation myocardial infarction.

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

7 (ll) "Title IV-B" means part B of title IV of the social
8 security act, 42 USC 621 to 629m.

9 (mm) "Title IV-D" means part D of title IV of the social
10 security act, 42 USC 651 to 669b.

11 (nn) "Title IV-E" means part E of title IV of the social
12 security act, 42 USC 670 to 679c.

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

16 Sec. 204. The department shall use the internet to fulfill the
17 reporting requirements of this part. This requirement includes
18 transmitting reports to the standard report recipients and any
19 other required recipients by email and posting the reports on an
20 internet site.

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

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

28 (b) Preference must be given to goods or services, or both,
29 manufactured or provided by Michigan businesses, if they are



1 competitively priced and of comparable quality.

2 (c) Preference must be given to goods or services, or both,
3 that are manufactured or provided by Michigan businesses owned and
4 operated by veterans, if they are competitively priced and of
5 comparable quality.

6 Sec. 206. To the extent permissible under the management and
7 budget act, 1984 PA 431, MCL 18.1101 to 18.1594, the director shall
8 take all reasonable steps to ensure geographically-disadvantaged
9 business enterprises compete for and perform contracts to provide
10 services or supplies, or both. The director shall strongly
11 encourage firms with which the department contracts to subcontract
12 with certified geographically-disadvantaged business enterprises
13 for services, supplies, or both. As used in this section,
14 "geographically-disadvantaged business enterprises" means that term
15 as defined in Executive Directive No. 2019-08.

16 Sec. 207. Consistent with section 217 of the management and
17 budget act, 1984 PA 431, MCL 18.1217, the department shall prepare
18 a report on out-of-state travel expenses not later than January 1.
19 The report must list all travel by classified and unclassified
20 employees outside this state in the previous fiscal year that was
21 funded in whole or in part with funds appropriated in the
22 department's budget. The department shall submit the report to the
23 standard report recipients and to the senate and house of
24 representatives appropriations committees. The report must include
25 all of the following information:

26 (a) The dates of each travel occurrence.

27 (b) The total transportation and related expenses of each
28 travel occurrence and the proportions funded with state general
29 fund/general purpose revenues, state restricted revenues, federal



1 revenues, and other revenues.

2 Sec. 208. The department shall not use funds appropriated in
3 part 1 to hire a person to provide legal services that are the
4 responsibility of the attorney general. This section does not apply
5 to legal services for bonding activities or to outside services
6 that the attorney general authorizes.

7 Sec. 209. Not later than December 15, the state budget office
8 shall prepare and submit a report that provides estimates of the
9 total general fund/general purpose appropriation lapses at the
10 close of the previous fiscal year. The report must summarize the
11 projected year-end general fund/general purpose appropriation
12 lapses by major departmental program or program areas. The state
13 budget office shall submit the report to the standard report
14 recipients and to the chairpersons of the senate and house of
15 representatives appropriations committees.

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

24 (2) In addition to the funds appropriated in part 1, there is
25 appropriated an amount not to exceed \$20,000,000.00 for state
26 restricted contingency authorization. Amounts appropriated under
27 this subsection are not available for expenditure until they have
28 been transferred to another line item in part 1 under section
29 393(2) of the management and budget act, 1984 PA 431, MCL 18.1393.



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

7 (4) In addition to the funds appropriated in part 1, there is
8 appropriated an amount not to exceed \$12,000,000.00 for private
9 contingency authorization. Amounts appropriated under this
10 subsection are not available for expenditure until they have been
11 transferred to another line item in part 1 under section 393(2) of
12 the management and budget act, 1984 PA 431, MCL 18.1393.

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

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

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

19 (c) Fiscal year-to-date payments to a selected vendor,
20 including the vendor name, payment date, payment amount, and
21 payment description.

22 (d) The number of active department employees by job
23 classification.

24 (e) Job specifications and wage rates.

25 Sec. 212. Not later than 14 days after the release of the
26 executive budget recommendation, the department shall cooperate
27 with the state budget office to provide an annual report on
28 estimated state restricted fund balances, state restricted fund
29 projected revenues, and state restricted fund expenditures for the



1 previous 2 fiscal years. The report must be submitted to the
2 standard report recipients and to the chairpersons of the senate
3 and house of representatives appropriations committees.

4 Sec. 215. If either of the following events occurs, not later
5 than 30 days after the event occurs, the department shall notify
6 the standard report recipients of that fact:

7 (a) A legislative objective of this part or of a bill or
8 amendment to a bill to amend the social welfare act, 1939 PA 280,
9 MCL 400.1 to 400.119b, cannot be implemented because implementation
10 would conflict with or violate federal law.

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

13 Sec. 216. (1) In addition to funds appropriated in part 1 for
14 all programs and services, there is appropriated, for write-offs of
15 accounts receivable, deferrals, and for prior year obligations in
16 excess of applicable prior year appropriations, an amount equal to
17 total write-offs and prior year obligations, but not to exceed
18 amounts available in prior year revenues.

19 (2) The department's ability to satisfy appropriation fund
20 sources in part 1 is not limited to collections and accruals
21 pertaining to services provided in the current fiscal year and
22 includes reimbursements, refunds, adjustments, and settlements from
23 prior years.

24 Sec. 217. Not later than February 1 of the current fiscal
25 year, the department shall submit, to the standard report
26 recipients, a report on the detailed names and amounts of estimated
27 federal, restricted, private, and local sources of revenue that
28 support the appropriations in each of the line items in part 1 for
29 the previous fiscal year. The report must itemize, rather than



1 aggregate, specific revenue sources deposited into the generic
2 statewide integrated governmental management application (SIGMA)
3 fund numbers 1200, 1274, 4000, and 5000.

4 Sec. 218. As required under part 23 of the public health code,
5 1978 PA 368, MCL 333.2301 to 333.2321, the appropriations in part 1
6 must include the following:

7 (a) Immunizations.

8 (b) Communicable disease control.

9 (c) Sexually transmitted infection control.

10 (d) Tuberculosis control.

11 (e) Prevention of gonorrhea eye infection in newborns.

12 (f) Screening newborn infants for the conditions listed in
13 section 5431 of the public health code, 1978 PA 368, MCL 333.5431,
14 or recommended by the newborn screening quality assurance advisory
15 committee created under section 5430 of the public health code,
16 1978 PA 368, MCL 333.5430.

17 (g) Health and human services annex of the Michigan Emergency
18 Management Plan.

19 (h) Prenatal care.

20 (i) Mental health.

21 Sec. 219. (1) The department may contract with the Michigan
22 Public Health Institute for the design and implementation of
23 projects and for other public health-related activities prescribed
24 in section 2611 of the public health code, 1978 PA 368, MCL
25 333.2611. The department may develop a master agreement with the
26 Michigan Public Health Institute to carry out the activities
27 described in this subsection for up to a 1-year period.

28 (2) On a semiannual basis, the department shall submit, to the
29 standard report recipients, a report that includes all of the



1 following:

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

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

6 (c) The expected project duration.

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

10 (3) On a semiannual basis, the department shall provide, to
11 the standard report recipients, a copy of all reports, studies, and
12 publications produced by the Michigan Public Health Institute, its
13 subcontractors, or the department with the funds appropriated in
14 the department's budget in the previous fiscal year and allocated
15 to the Michigan Public Health Institute.

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

23 Sec. 221. In accordance with section 1b of the social welfare
24 act, 1939 PA 280, MCL 400.1b, the department shall treat part 1 and
25 this part as a time-limited addendum to the social welfare act,
26 1939 PA 280, MCL 400.1 to 400.119b.

27 Sec. 222. (1) The department shall submit a report to the
28 standard report recipients of a major policy change at least 30
29 days before the implementation date of the policy change.



1 (2) The department shall make the entire policy and procedures
2 manual available and accessible to the public on the department's
3 website.

4 (3) Not later than April 1, the department shall report on
5 each specific policy change made to implement a public act
6 affecting the department that took effect during the previous
7 calendar year. The department shall submit the report to the
8 standard report recipients, the senate and house of representatives
9 appropriations committees, and to the joint committee on
10 administrative rules.

11 (4) The department shall attach each policy bulletin issued
12 during the prior calendar year to the report issued in subsection
13 (3).

14 Sec. 223. The department may establish and collect fees for
15 publications, videos and related materials, conferences, and
16 workshops. Collected fees are appropriated when received and must
17 be used to offset expenditures for publication printing and
18 mailing, costs of the publications, videos and related materials,
19 conferences, and workshops. The department shall not collect fees
20 under this section that exceed the cost of the expenditures. If
21 collected fees are appropriated under this section in an amount
22 that exceeds the current fiscal year appropriation, not later than
23 30 days after the collected fee appropriation, the department shall
24 notify the standard report recipients of that fact.

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



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

5 Sec. 226. If the revenue collected by the department from fees
6 and collections exceeds the amount appropriated in part 1, the
7 revenue may be carried forward with the approval of the state
8 budget director into the subsequent fiscal year. The revenue
9 carried forward under this section must be used as the first source
10 of funds in the subsequent fiscal year.

11 Sec. 227. If the department receives tobacco tax funds and
12 Healthy Michigan fund revenue from part 1, not later than April 1
13 of the current fiscal year, the department shall submit, to the
14 standard report recipients, a report on both of the following
15 activities during the previous fiscal year:

16 (a) Tobacco tax revenue appropriations in the Medicaid
17 program.

18 (b) Information for each project implemented with revenue
19 under this section, including all of the following:

20 (i) The project's name.

21 (ii) The appropriation line item and amount.

22 (iii) The project's target population.

23 (iv) A description of the project.

24 (v) The outcomes or accomplishments of the project.

25 Sec. 228. If the department is authorized under federal law or
26 the law of this state to collect an overpayment owed to the
27 department, beginning 60 days after the initial notification date
28 of the overpayment amount, the department may assess a penalty of
29 1% per month. If an overpayment is caused by department error, a



1 penalty may be assessed 6 months after the initial notification
2 date of the overpayment amount. The department shall not collect
3 penalty interest in an amount that exceeds the amount of the
4 original overpayment. This state's share of any funds collected
5 under this section must be deposited in the general fund of this
6 state.

7 Sec. 230. Not later than December 31 of the current fiscal
8 year, the department shall submit, to the standard report
9 recipients, a report on the status of the implementation of any
10 noninflationary, noncaseload, programmatic funding increases in the
11 current fiscal year from the previous fiscal year. The report must
12 confirm the implementation of already-implemented funding increases
13 and provide an explanation for any planned implementation of
14 funding increases that have not yet occurred. For any planned
15 implementation of funding increases that have not yet occurred, the
16 report must include an expected implementation date and the reason
17 for delayed implementation.

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

23 (a) Continue the direct care wage increase funded at the same
24 level as the previous fiscal year for the services noted in the
25 department's Medicaid provider letter L 21-76 under the Medicaid
26 managed care organization's relevant program.

27 (b) Ensure, to the greatest extent possible, that the full
28 amount of funds appropriated for a direct care worker wage, except
29 for costs incurred by the employer, including payroll taxes, is



1 provided to direct care workers through maintained increased wages.

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

5 (d) Require each direct care worker agency that the Medicaid
6 managed care organization subcontracts with to track and report
7 annually the total amount and percentage of Medicaid reimbursements
8 paid to the direct care worker agency that are used to pay direct
9 care worker wages.

10 (e) Require each direct care worker agency that the Medicaid
11 managed care provider subcontracts with to track and report
12 annually the hourly wages paid for each direct care worker hired by
13 the direct care worker agency.

14 (f) Track annually the hourly wages paid to each direct care
15 worker hired directly by the Medicaid managed care organization or
16 CMHSP.

17 (g) Submit, to the department, a report that includes the
18 information tracked or reported under subdivisions (d), (e), and
19 (f).

20 (2) Not later than March 1 of the current fiscal year, the
21 department shall provide the report required under subsection
22 (1)(g) to the standard report recipients.

23 Sec. 232. The department shall provide the approved spending
24 plan for each line item receiving an appropriation in the current
25 fiscal year to the senate and house of representatives
26 appropriations subcommittees on the department budget and the
27 senate and house fiscal agencies not later than 60 days after
28 approval by the department or not later than January 15 of the
29 current fiscal year, whichever is earlier. In all places that a



1 line-item appropriation number is listed, a line-item appropriation
2 name must be included. The spending plan must include the following
3 information regarding planned expenditures for each category:
4 allocation in the previous period, change in the allocation, and
5 new allocation. The spending plan must include the following
6 information regarding each revenue source for the line item:
7 category of the fund source indicated by general fund/general
8 purpose, state restricted, local, private, or federal. Figures
9 included in the approved spending plan must not be assumed to
10 constitute the actual final expenditures, as line items may be
11 updated on an as-needed basis to reflect changes in projected
12 expenditures and projected revenue. The department shall supplement
13 the spending plan information by providing a list of all active
14 contracts and grants in the department's contract system. For
15 amounts listed in the other contracts category of each spending
16 plan, the department shall include the name of the line item and
17 the name of the fund source for each contract, grant, and amount
18 for the current fiscal year. For amounts listed in the all other
19 costs category of each spending plan, the department shall provide
20 a list detailing planned expenditures and amounts for the current
21 fiscal year and include the name of the line item and the name of
22 the fund source related to each expenditure and amount.

23 Sec. 234. The department shall receive and retain copies of
24 all reports funded from appropriations in part 1. The department
25 shall follow federal and state guidelines for short-term and long-
26 term retention of records. The department may electronically retain
27 copies of reports unless otherwise required by federal and state
28 guidelines.

29 Sec. 235. (1) Funds appropriated in part 1 must not be used to



1 restrict or impede a marginalized community's access to government
2 resources, programs, or facilities.

3 (2) From the funds appropriated in part 1, local governments
4 shall report any action or policy that attempts to restrict or
5 interfere with the duties of the local health officer.

6 Sec. 238. It is the intent of the legislature that the
7 department maximize the efficiency of the state workforce and, if
8 possible, prioritize in-person work, and post its in-person,
9 remote, or hybrid work policy on its website.

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

17 Sec. 240. To the extent possible, the department shall not
18 expend appropriations under part 1 until all existing authorized
19 work project funds available for the same purposes are exhausted.

20 Sec. 241. Not later than March 1 of the current fiscal year,
21 the department shall submit, to the standard report recipients, a
22 report on total actual expenditures in the previous fiscal year for
23 advertising and media outreach, including the purpose, amount, and
24 fund source by program or appropriation line item.

25 Sec. 242. Not later than March 1 of the current fiscal year,
26 the department shall submit a description of programs report to the
27 standard report recipients. For each program, the report must
28 include the appropriation unit; the line item name and number; the
29 appropriation history; the program name; the program overview; a



1 financing summary; and, where applicable, the program's legal
2 basis, effectiveness, and outcomes.

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

15 Sec. 253. (1) The department shall ensure that each federally
16 recognized tribe is able to apply and compete for services,
17 programs, grants, and contracts.

18 (2) For competitive grant programs described in this part,
19 each federally recognized tribe is eligible to apply for grant
20 funds made available to organizations exempt from federal income
21 tax under section 501(c)(3) of the internal revenue code of 1986,
22 26 USC 501, and to local units of government.

23 Sec. 263. (1) Except as provided in this subsection, before
24 submission of a waiver, state plan amendment, or similar proposal
25 to CMS or another federal agency, the department shall notify the
26 standard report recipients of the planned submission. This
27 subsection does not apply to the submission of a waiver, state plan
28 amendment, or similar proposal that does not propose a material
29 change or is outside of the ordinary course of a waiver, state plan



1 amendment, or similar proposal.

2 (2) On a semiannual basis, the department shall submit, to the
3 standard report recipients, a report that summarizes the status of
4 any new or ongoing discussions with CMS, the United States
5 Department of Health and Human Services, or another federal agency
6 regarding any potential or future waiver applications and the
7 status of any submitted waivers that have not yet received federal
8 approval. If there is not a reportable item at the time that a
9 semiannual report is due, a report is not required.

10 Sec. 264. The department shall not take disciplinary action
11 against an employee of the department for communicating with a
12 member of the senate or house of representatives or a member's
13 staff, unless the communication is prohibited by law and the
14 department is exercising its authority as provided by law.

15 Sec. 270. The department shall advise the legislature of the
16 receipt of a notification from the attorney general's office of a
17 legal action in which expenses had been recovered under section
18 106(6) of the social welfare act, 1939 PA 280, MCL 400.106. If
19 applicable, not later than February 1 of the current fiscal year,
20 the department shall submit, to the standard report recipients, a
21 report that includes, but is not limited to, all of the following:

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

23 (b) The program or service for which the money was originally
24 expended.

25 (c) Details on the disposition of the funds recovered, such as
26 the appropriation or revenue account in which the money was
27 deposited.

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

29 Sec. 274. On the day that is 1 week after the day that the



1 governor submits the executive budget proposal for the ensuing
2 fiscal year to the legislature, the department, in collaboration
3 with the state budget office, shall submit, to the standard report
4 recipients, a report on spending and revenue projections for each
5 of the capped federal funds listed in this subsection. The report
6 must contain actual spending and revenue in the previous fiscal
7 year, spending and revenue projections for the current fiscal year
8 as enacted, and spending and revenue projections in the executive
9 budget proposal for the immediately ensuing fiscal year for each
10 individual line item for the department budget. The report must
11 also include federal funds transferred to other departments. The
12 capped federal funds include, but are not limited to, all of the
13 following:

- 14 (a) TANF.
- 15 (b) Title XX social services block grant.
- 16 (c) Title IV-B subpart I child welfare services block grant.
- 17 (d) Title IV-B subpart II promoting safe and stable families
18 funds.
- 19 (e) Low-income home energy assistance program.

20 Sec. 275. (1) On a quarterly basis, the department, with the
21 approval of the state budget director, is authorized to realign
22 sources between other federal, TANF, and capped federal financing
23 authorizations to maximize federal revenues. The realignment of
24 financing must not produce any of the following:

25 (a) A gross increase or decrease in the department's total
26 individual line item authorizations.

27 (b) A net increase or decrease in total federal revenues.

28 (c) A net increase in TANF authorization.

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



1 standard report recipients, a report on the realignment of federal
2 fund sources transacted to date in the current fiscal year under
3 subsection (1), including the dates, line items, and amounts of the
4 transactions. If, at the time a quarterly report is due, a
5 transaction was not made under subsection (1), a report is not
6 required.

7 (3) Not later than 30 days after the date on which year-end
8 book closing is completed, the department shall submit, to the
9 standard report recipients, a report on the realignment of federal
10 fund sources that took place as part of the year-end closing
11 process for the previous fiscal year.

12 Sec. 290. Any public advertisement for public assistance must
13 inform the public of the welfare fraud hotline operated by the
14 department.

15 Sec. 295. Not later than April 1 of the current fiscal year,
16 the department shall submit, to the standard report recipients, a
17 report on funds appropriated for the healthy moms, healthy babies
18 initiative. The report must include the budgeted amount, year-to-
19 date expenditures, remaining balance of appropriations, and the
20 percent of budget spent for each appropriation related to the
21 initiative. The report must also include information on how the
22 funds have assisted with meeting the goals and outcomes of the
23 initiative.

24 Sec. 296. From the funds appropriated in part 1, the
25 department, to the extent permissible under section 8 of 1964 PA
26 170, MCL 691.1408, is responsible for the necessary and reasonable
27 attorney fees and costs incurred by private and independent legal
28 counsel chosen by current and former classified and unclassified
29 department employees in the defense of the employees in any state



1 or federal lawsuit or investigation related to the water system in
 2 a city or community in which a declaration of emergency was issued
 3 because of drinking water contamination.

4 Sec. 297. On a quarterly basis, the department shall report on
 5 the number of full-time equated positions in pay status by civil
 6 service classification, including a comparison by line item of the
 7 number of full-time equated positions authorized from funds
 8 appropriated in part 1 to the actual number of full-time equated
 9 positions employed by the department at the end of the reporting
 10 period. The report must be submitted to the senate and house of
 11 representatives appropriations committees and to the standard
 12 report recipients.

13

14 **CHILD SUPPORT ENFORCEMENT**

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

17 (2) From the federal money received for child support
 18 incentive payments, \$12,000,000.00 must be retained by this state
 19 and expended for child support program expenses.

20 (3) From the federal money received for child support
 21 incentive payments, \$14,500,000.00 must be paid to counties based
 22 on each county's performance level for each of the performance
 23 measures under 45 CFR 305.2.

24 (4) If the child support incentive payment to this state from
 25 the federal government is greater than \$26,500,000.00, then 100% of
 26 the amount in excess must be retained by this state and is
 27 appropriated until the total retained by this state reaches
 28 \$15,397,400.00.

29 (5) If the child support incentive payment to this state from



1 the federal government is greater than the amount needed to satisfy
2 subsections (1), (2), (3), and (4), the additional funds are
3 subject to appropriation by the legislature.

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

8 Sec. 409. (1) If statewide retained child support collections
9 exceed \$38,300,000.00, 75% of the amount in excess of
10 \$38,300,000.00 is appropriated to legal support contracts. The
11 excess appropriation may be distributed to eligible counties to
12 supplement, but not supplant, county title IV-D funding.

13 (2) Each county whose retained child support collections in
14 the current fiscal year exceed its fiscal year 2004-2005 retained
15 child support collections, excluding tax offset and financial
16 institution data match collections in both the current fiscal year
17 and fiscal year 2004-2005, shall receive its proportional share of
18 the 75% excess appropriation.

19 Sec. 410. (1) If title IV-D-related child support collections
20 are escheated, the state budget director is authorized to adjust
21 the sources of financing for the funds appropriated in part 1 for
22 legal support contracts to reduce federal authorization by 66% of
23 the escheated amount and increase general fund/general purpose
24 authorization by the same amount. The adjustment is required to
25 offset the loss of federal revenue due to the escheated amount
26 being counted as title IV-D program income in accordance with 45
27 CFR 304.50.

28 (2) Not later than 30 days after an adjustment under
29 subsection (1), the department shall notify the standard report



1 recipients of the adjustment.

2

3 **COMMUNITY SERVICES AND OUTREACH**

4 Sec. 450. (1) From the funds appropriated in part 1 for school
5 success partnership program, not later than December 1 of the
6 current fiscal year, the department shall allocate \$1,525,000.00 of
7 TANF revenue to support Northeast Michigan Community Service Agency
8 programming. The department shall require the Northeast Michigan
9 Community Service Agency to measure and report the following
10 performance objectives for the duration of the state funding for
11 the school success partnership program:

12 (a) Increasing school attendance and decreasing chronic
13 absenteeism.

14 (b) Increasing grade-based academic performance, with emphasis
15 on math and reading.

16 (c) Identifying barriers to attendance and success and
17 connecting families with resources to reduce the barriers.

18 (d) Increasing parent involvement.

19 (2) Not later than July 15 of the current fiscal year, the
20 Northeast Michigan Community Service Agency shall submit a report
21 to the department on the number of children and families served and
22 the services that were provided to families to meet the performance
23 objectives identified in this section. Not later than 1 week after
24 the department receives the report, the department shall distribute
25 the report to the standard report recipients.

26 Sec. 453. (1) From the funds appropriated in part 1 for
27 homeless programs, the department shall allocate funds to the
28 emergency shelter program to support efforts of shelter providers
29 to move homeless individuals and households into permanent housing



1 as quickly as possible. The funds must be equal to or exceed the
2 amount that a provider would receive if the provider is paid a
3 \$19.00 per diem rate. Expected outcomes are increased shelter
4 discharges to stable housing destinations, decreased recidivism
5 rates for shelter clients, and a reduction in the average length of
6 stay in emergency shelters.

7 (2) Not later than March 1 of the current fiscal year, the
8 department shall submit, to the standard report recipients, a
9 report on the total amount expended for the emergency shelter
10 program in the prior 2 fiscal years, the total number of shelter
11 nights provided, and the average length of stay in an emergency
12 shelter.

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

17 Sec. 455. As a condition of receipt of federal TANF revenue,
18 after admitting a family to a homeless shelter, the homeless
19 shelter and human services agencies shall collaborate with the
20 department to obtain necessary TANF eligibility information on the
21 family as soon as possible. From the funds appropriated in part 1
22 for homeless programs, the department is authorized to make
23 allocations of TANF revenue only to the homeless shelters and human
24 services agencies that report necessary data to the department to
25 meet TANF eligibility reporting requirements. Homeless shelters or
26 human services agencies that do not report necessary data to the
27 department to meet TANF eligibility reporting requirements shall
28 not receive reimbursements that exceed the per diem amount the
29 homeless shelters or human service agencies received in fiscal year



1 2000. The use of TANF revenue under this section is not an ongoing
2 commitment of funding.

3 Sec. 456. From the funds appropriated in part 1 for homeless
4 programs, the department shall allocate \$10,000.00 to reimburse
5 public service agencies that provide documentation of paying birth
6 certificate fees on behalf of category 1 homeless clients at county
7 clerk's offices. Each public service agency must be reimbursed for
8 the cost of the birth certificate fees quarterly until the
9 allocation is fully spent.

10 Sec. 457. From the funds appropriated in part 1 for homeless
11 programs, the department shall allocate \$3,500,000.00 to provide
12 housing supports for families involved with child welfare.

13 Sec. 460. From the funds appropriated in part 1 for kids' food
14 basket, the department shall allocate \$1,025,000.00 to fund a
15 project with a nonprofit, community-based organization organized
16 under the laws of this state that is exempt from federal income tax
17 under section 501(c)(3) of the internal revenue code of 1986, 26
18 USC 501, and is located in a city with a population between 185,000
19 and 200,000 and in a county with a population between 600,000 and
20 700,000, according to the most recent federal decennial census. The
21 nonprofit organization recipient must have an existing network of
22 food delivery to low-income children in not less than 3 counties in
23 this state. The nonprofit organization shall use the funds to
24 expand its services to additional schools and communities. The
25 funding may be used to cover employee costs, food and supplies,
26 equipment, and other operational costs identified by the
27 organization to support its mission and goals.

28 Sec. 463. From the funds appropriated in part 1 for runaway
29 and homeless youth grants and domestic violence prevention and



1 treatment, the department is authorized to make allocations of TANF
2 revenue only to agencies that report necessary data to the
3 department to meet TANF eligibility reporting requirements.

4 Sec. 464. (1) From the funds appropriated in part 1 for diaper
5 assistance grant, \$4,404,400.00 must be allocated as grants to
6 diaper assistance programs, maternity homes, and other nonprofit
7 agencies that distribute diapers free of charge and were
8 established as of January 1, 2020. The funds must be used only to
9 purchase diapering supplies and to cover related administrative
10 costs. Not more than 15% of the funds appropriated in part 1 are
11 expendable for administrative purposes.

12 (2) Not later than March 1 of the current fiscal year, the
13 department shall submit, to the standard report recipients, a
14 report on the distribution of diaper assistance grant funds that
15 includes, but is not limited to, the names and locations of grant
16 recipients and the total amount of grant funding distributed to
17 each recipient.

18 Sec. 465. (1) From the funds appropriated in part 1 for
19 community services and outreach administration, \$3,950,000.00 must
20 be distributed as provided in subsection (2). The amount
21 distributed as provided in subsection (2) must not exceed 50% of
22 the total operating expenses of Michigan 2-1-1, which is described
23 in subsection (2), with the remaining 50% paid by local United Way
24 organizations and other nonprofit organizations and foundations.

25 (2) Funds distributed under subsection (1) must be distributed
26 to Michigan 2-1-1, a nonprofit corporation organized under the laws
27 of this state that is exempt from federal income tax under section
28 501(c)(3) of the internal revenue code of 1986, 26 USC 501, and
29 whose mission is to coordinate and support a statewide 2-1-1



1 system. Michigan 2-1-1 shall use the funds only to fulfill the
2 Michigan 2-1-1 business plan adopted by Michigan 2-1-1 in January
3 2005.

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

7 (4) Michigan 2-1-1 shall submit, to the department, the senate
8 and house of representatives standing committees with primary
9 jurisdiction over matters relating to human services and
10 telecommunications on 2-1-1 system performance, and the standard
11 report recipients, a report that includes, but is not limited to,
12 call volume by health and human service needs and unmet needs
13 identified through caller data and number and the percentage of
14 callers referred to public or private provider types.

15 Sec. 466. (1) From the funds appropriated in part 1 for
16 runaway and homeless youth grants, the department shall allocate
17 \$5,342,100.00 that consists of \$1,146,900.00 in general
18 fund/general purpose revenue and \$4,195,200.00 of TANF revenue to
19 support the expansion of runaway and homeless youth capacity. The
20 funding must be allocated as follows:

21 (a) \$3,205,300.00 to cover the 18 counties that are presently
22 unserved by any runaway and homeless youth program and to expand
23 the capacity for counties that are underserved.

24 (b) \$1,068,400.00 across 19 providers statewide to provide
25 infrastructure support for expanded staff, supervision, and
26 training to continue to meet the complex mental health needs of the
27 population served.

28 (c) \$1,068,400.00 across 19 providers statewide to support
29 upgrading technology and facilities to maintain safety in



1 environments where youth are sheltered.

2 (2) Not later than March 1 of the current fiscal year, the
3 department shall submit to the standard report recipients a report
4 on the runaway homeless youth program, including, but not limited
5 to, all of the following:

6 (a) A list of counties served and the amount of funding
7 allocated to each county.

8 (b) The amount of funding being allocated to previously
9 underserved communities and how capacity has been expanded or is
10 planned to be expanded in those communities.

11 (c) Identified barriers that have hindered providers from
12 expanding capacity.

13

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

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

19 (2) Not later than March 1 of the current fiscal year, the
20 department shall submit, to the standard report recipients, a
21 report describing the steps that will be taken to achieve the goal
22 under subsection (1). The report must also include the following:

23 (a) An explanation of the most significant barriers that
24 prevent long-term foster children from permanent placements.

25 (b) The number of children currently in foster care that
26 qualify for specialty behavioral health supports and services
27 through the CMHSPs and the percentage of those children that remain
28 in foster care for longer than 24 months.

29 Sec. 502. From the funds appropriated in part 1 for foster



1 care, the department shall reimburse Indian tribal governments for
2 50% of the foster care expenditures for children who are under the
3 jurisdiction of Indian tribal courts and are not otherwise eligible
4 for federal foster care cost sharing. However, the department may
5 reimburse up to 100% of the foster care expenditures for an Indian
6 tribal government that enters into a state-tribal title IV-E
7 agreement allowed under this state's title IV-E state plan.

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

16 (2) The department, in conjunction with members from both the
17 senate and house of representatives, private child placing
18 agencies, the courts, and counties, shall continue to implement the
19 recommendations that are described in the workgroup report that was
20 provided in section 503 of article X of 2013 PA 59 to establish a
21 performance-based funding model pilot program for public and
22 private child welfare service providers. Not later than July 1 of
23 the current fiscal year, the department shall submit a report on
24 the status of the performance-based funding model to the standard
25 report recipients and the senate and house of representatives
26 standing committees that cover subject matters dealing with
27 families and human services.

28 Sec. 504. (1) From the funds appropriated in part 1, the
29 department shall implement a 3-year master agreement, with an



1 option for 2 additional years, with the West Michigan Partnership
2 for Children Consortium to maintain a performance-based child
3 welfare contracting program. The Consortium must consist of a
4 network of affiliated child welfare service providers that will
5 accept and comprehensively assess referred youth, assign cases to
6 its members or leverage services from other entities, and make
7 appropriate case management decisions during the duration of a
8 case.

9 (2) As a condition for receiving the funding in part 1, the
10 West Michigan Partnership of Children Consortium shall maintain a
11 contract agreement with the department that supports a global
12 capitated payment model. The capitated payment amount must be based
13 on historical averages of both the number of children served in
14 Kent County and the costs per foster care case. The West Michigan
15 Partnership for Children Consortium shall manage the cost of the
16 child population it serves. The administrative portion of the
17 contracted agreement must reflect the cumulative annual percentage
18 change in the Detroit Consumer Price Index from the previous year.
19 The capitated payment amount must be reviewed and adjusted not less
20 than 2 times during the current fiscal year or for 1 or more of the
21 following:

22 (a) Changes implemented by the department that result in a
23 volume of placements that differ in a statistically significant
24 manner from the amount allocated in the annual contract between the
25 department and the West Michigan Partnership for Children
26 Consortium, as determined by an independent actuary.

27 (b) Changes in case volumes and any statewide rate increases
28 that are implemented.

29 (3) The contract agreement under this section must require the



1 following stipulations and conditions:

2 (a) That the service component of the capitated payment will
3 be calculated under the assumption that rates paid to providers
4 under the program are generally consistent with the department's
5 payment policies for providers throughout the rest of this state.

6 (b) That the West Michigan Partnership for Children Consortium
7 maintain a risk reserve of not less than \$1,500,000.00 to ensure it
8 can meet unanticipated expenses within a given fiscal year.

9 (c) That the West Michigan Partnership for Children Consortium
10 cooperate with the department on an independent fiscal analysis of
11 costs incurred and revenues received.

12 (4) Not later than March 1 of the current fiscal year, the
13 Consortium shall submit, to the standard report recipients, a
14 report on the Consortium, including, but not limited to, its actual
15 expenditures, the number of children placed by agencies in the
16 Consortium, the fund balance of the Consortium, and the outcomes
17 measured.

18 Sec. 505. Not later than March 1 of the current fiscal year,
19 the department shall submit, to the standard report recipients, a
20 report on youth referred or committed to the department for care or
21 supervision in the previous fiscal year that outlines the number of
22 youth served by the department in the juvenile justice system by
23 the type of setting for each youth.

24 Sec. 506. From the funds appropriated in part 1 for attorney
25 general contract, not later than March 1 of the current fiscal
26 year, the department shall submit, to the standard report
27 recipients, a report on the juvenile justice system in any county
28 in which funds appropriated in part 1 are expended. The report must
29 include, but not be limited to, all of the following:



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

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

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

11 (d) The required and actual staff-to-youth ratios.

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

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

22 (2) For the funds described in subsection (1), the department
23 shall ensure that administrative delays are avoided and local grant
24 recipients and direct service providers receive money in an
25 expeditious manner. The department and the state board as that term
26 is defined in section 2 of the child abuse and neglect prevention
27 act, 1982 PA 250, MCL 722.601, shall make the children's trust fund
28 contract funds available to grantees not later than 31 days after
29 the start date of the funded project.



1 Sec. 509. From the funds appropriated in part 1 for adoption
2 support services, the department shall maintain the increase of
3 contracted rates paid to private child placing agencies, including
4 the \$23.00 per diem for all foster youth from the date of the case
5 acceptance to the date of adoption petition acceptance or 150 days,
6 whichever occurs sooner, for licensed child placing agencies
7 contracted with the department to provide adoption services for
8 foster youth. The per diem rate must be separate from the outcome-
9 based reimbursement system and must not be deducted from the total
10 reimbursement an agency receives for the applicable placement or
11 finalization rate of an adoption.

12 Sec. 510. (1) From the funds appropriated in part 1 for child
13 care fund and foster care payments, the department shall contract
14 with licensed private foster care residential facilities to provide
15 600 residential beds for foster youth, a 9% increase to the current
16 rates provided to each provider of residential services for
17 occupied beds, and an unoccupied bed rate that is not less than 90%
18 of the licensed private foster care residential facility's occupied
19 rate.

20 (2) The funds appropriated in this section must be used by a
21 licensed private foster care residential facility to retain and
22 recruit staff and to provide the appropriate levels of services to
23 the foster youth.

24 (3) The funds appropriated in this section must not be used by
25 the department to require, either through policy or contract, a
26 licensed private foster care residential facility to comply with
27 any of the following:

28 (a) Agree to rates that are less than the rates established
29 under this section for each service type.



1 (b) Agree to create or comply with a pay schedule for hourly
2 worker salaries.

3 (c) Agree to not deny services or remove a youth from the
4 facility regardless of a residential facility's ability to properly
5 care for the youth.

6 (d) Agree to penalties resulting in a residential facility
7 having less than 100% filled capacity for any reason.

8 (e) Agree that a residential facility cover the cost of more
9 than 6 months of aftercare for youth who have been discharged from
10 its care.

11 (4) The department shall submit, to the standard report
12 recipients, monthly reports on the number of children awaiting
13 placement in a child caring institution in this state. Each report
14 must include the number of children awaiting placement by child
15 caring institution and must state the reason for the delay in
16 placement, including, but not limited to, facility bed shortages,
17 placement process delays, or other reasons.

18 Sec. 511. The department shall submit, to the standard report
19 recipients and the senate and house of representatives standing
20 committees that cover subject matters dealing with families and
21 human services, reports on a semiannual basis that include the
22 number and percentage of children who received timely physical and
23 mental health examinations after entry into foster care. The goal
24 of the program is for not less than 85% of children to have an
25 initial medical and mental health examination that is not later
26 than 30 days after entry into foster care.

27 Sec. 512. (1) The department shall complete an examination of
28 the effectiveness of the performance-based contracting model
29 detailed in section 504(1) of article 6 of 2023 PA 119 to determine



1 whether the contract should be continued.

2 (2) The review detailed in subsection (1) may include
3 contractor performance in meeting contract performance measures
4 related to child permanency, safety, and well-being as well as the
5 cost effectiveness and efficiency of the program.

6 (3) The department shall submit to the standard report
7 recipients a report on the findings of the review detailed in
8 subsection (1) not later than 30 days after the review has been
9 completed.

10 Sec. 513. (1) The department shall not expend funds
11 appropriated in part 1 to pay for the department's direct placement
12 of a child in an out-of-state facility unless all of the following
13 conditions are met:

14 (a) An appropriate placement is not available in this state,
15 as determined by the department's interstate compact office.

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

19 (c) The out-of-state facility meets all of the licensing
20 standards for a comparable facility in this state.

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

23 (e) The department has visited the site of the out-of-state
24 facility; has reviewed the facility records, licensing records, and
25 reports; and believes that the facility is an appropriate placement
26 for the child.

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



1 (3) Not later than March 1 of the current fiscal year, the
2 department shall submit, to the state court administrative office
3 and the standard report recipients, a report on the number of
4 Michigan children residing in out-of-state facilities in the
5 previous fiscal year, the total cost and average per diem cost of
6 the out-of-state placements to this state, and a list of each out-
7 of-state placement arranged by the Michigan county of residence for
8 each child.

9 Sec. 514. (1) From the funds appropriated in part 1 for foster
10 care payments, the department shall maintain a statewide respite
11 care services network available to licensed foster parents and
12 unlicensed relative caregivers that care for children in foster
13 care.

14 (2) Not later than March 1 of the current fiscal year, the
15 department shall submit, to the standard report recipients, a
16 report on the total number of licensed foster parents and
17 unlicensed relative caregivers that were provided respite services,
18 the average amount of respite time per month, and the total amount
19 of funding spent on respite services during the first 6 months of
20 the current fiscal year.

21 Sec. 516. (1) From funds appropriated in part 1 for child care
22 fund, the administrative or indirect cost payment equal to 10% of a
23 county's total monthly gross expenditures must be distributed to
24 the county on a monthly basis, and a county is not required to
25 submit documentation to the department for any of the expenditures
26 that are covered under the 10% payment as described in section
27 117a(4)(b)(ii) and (iv) of the social welfare act, 1939 PA 280, MCL
28 400.117a.

29 (2) From the funds appropriated in part 1 for child care fund



1 - indirect cost allotment, the department shall allocate
2 \$3,500,000.00 to counties and tribal governments that receive
3 reimbursements in part 1 from child care fund.

4 (3) The amount described in subsection (2) must be distributed
5 to each county or tribal government in the same proportion as
6 indirect cost allotments are provided to counties in the same
7 manner described in section 117a of the social welfare act, 1939 PA
8 280, MCL 400.117a.

9 Sec. 517. For a child placed in a family foster care home
10 located out of this state, the department may ask a state or
11 private child placing agency contracted by the receiving state to
12 carry out required visits and any additional visits that the
13 department finds necessary.

14 Sec. 518. Not later than March 1 of the current fiscal year,
15 the department shall submit, to the standard report recipients, a
16 report on the cumulative child care fund expenditures of in-home
17 juvenile justice care that are eligible for the 75% state and 25%
18 local split required under section 117a(4) (i) of the social welfare
19 act, 1939 PA 280, MCL 400.117a. Eligible expenditures include
20 community-based juvenile supervision, services, and related
21 practices, and per diem rates for the use of respite and shelter
22 for less than 30 days. The report must also include the
23 expenditures by county and type of service provided, the number of
24 youth receiving care, and the number of days of care.

25 Sec. 520. Not later than February 15 of the current fiscal
26 year, the department shall submit, to the standard report
27 recipients, a report on the number of days of care and expenditures
28 by funding source for the previous fiscal year for out-of-home
29 placements by specific placement programs for child abuse or child



1 neglect and juvenile justice, including, but not limited to, paid
2 relative placement, department direct family foster care, private-
3 agency-supervised foster care, private child caring institutions,
4 county-supervised facilities, and independent living. The report
5 must also include the number of days of care for department-
6 operated residential juvenile justice facilities by security
7 classification.

8 Sec. 522. (1) From the funds appropriated in part 1 for youth
9 in transition, the department shall allocate \$750,000.00 for
10 scholarships through the fostering futures scholarship program in
11 the Michigan education trust to youth who were in foster care
12 because of child abuse or child neglect and are attending a college
13 or a career technical educational institution located in this
14 state. One hundred percent of the funds appropriated must be used
15 to fund scholarships for the youth described in this section.

16 (2) Not later than June 1 of the current fiscal year, the
17 department shall submit, to the standard report recipients, a
18 report that includes the number of youth who applied for
19 scholarships under this section, the number of youth who received
20 scholarships under this section and the amount of each scholarship,
21 and the total amount of funds spent or encumbered in the current
22 fiscal year.

23 Sec. 523. (1) Not later than February 15 of the current fiscal
24 year, the department shall submit, to the standard report
25 recipients, a report on the families first, family reunification,
26 and families together building solutions family preservation
27 programs. The report must include both of the following:

28 (a) Population and outcome data based on families served.

29 (b) For each program, information on any innovations that may



1 increase child safety and reduce risk.

2 (2) Not later than October 1 of the current fiscal year, from
3 the funds appropriated in part 1 for family preservation services,
4 the department shall increase the rates established by the increase
5 under section 523(3) of article 6 of 2020 PA 166.

6 Sec. 524. As a condition of receiving funds appropriated in
7 part 1 for strong families/safe children, not later than October 1
8 of the current fiscal year, counties shall submit the service
9 spending plan to the department for approval. Not later than 30
10 calendar days after receipt of a properly completed service
11 spending plan, the department shall approve the service spending
12 plan.

13 Sec. 525. The department shall implement the same on-site
14 evaluation processes for privately operated child welfare and
15 juvenile justice residential facilities as is used to evaluate
16 state-operated facilities. Penalties for noncompliance must be the
17 same for privately operated child welfare and juvenile justice
18 residential facilities and state-operated facilities.

19 Sec. 526. From the funds appropriated in part 1 for court-
20 appointed special advocates, the department shall allocate
21 \$2,500,000.00 to fund a project with a nonprofit, community-based
22 organization organized under the laws of this state that is exempt
23 from federal income tax under section 501(c)(3) of the internal
24 revenue code of 1986, 26 USC 501, located in a charter township
25 with a population between 18,000 and 19,000 that is located in a
26 county with a population between 600,000 and 700,000, according to
27 the most recent federal decennial census. The nonprofit
28 organization recipient must have an existing network of affiliate
29 programs operating in not less than 25 counties in this state. The



1 recipient nonprofit organization shall use the funds to recruit,
2 screen, train, and supervise volunteers who provide advocacy
3 services on behalf of abused and neglected children.

4 Sec. 528. From the funds appropriated in part 1 for child care
5 fund, the department shall allocate \$3,730,300.00 to support the
6 annual basic grant to counties with a population of less than
7 75,000, according to the most recent federal decennial census, and
8 as described in section 117e of the social welfare act, 1939 PA
9 280, MCL 400.117e, and to eligible tribal entities. The basic grant
10 must be \$56,520.00 to eligible counties and tribal entities.

11 Sec. 529. From the funds appropriated in part 1 for family
12 preservation programs, the department shall increase the total
13 combined funding levels of the families first, family
14 reunification, and families together building solutions family
15 preservation programs at an amount not less than the amount
16 provided as of September 30, 2021.

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

23 (2) Not later than February 1 of the current fiscal year, the
24 department shall submit, to the standard report recipients, a
25 report detailing measurable performance indicators, desired
26 outcomes, and an assessment of the quality of services provided by
27 the department during the previous fiscal year.

28 Sec. 533. Not later than 30 days after receiving all necessary
29 documentation from a child placing facility, the department shall



1 make payments to the child placing facility for in-home and out-of-
2 home care services and adoption services. It is the intent of the
3 legislature that the department has the burden of ensuring that the
4 payments are made in a timely manner and are not in arrears.

5 Sec. 534. Not later than March 1 of the current fiscal year,
6 the department shall submit, to the standard report recipients, a
7 report on the adoption subsidies expenditures from the previous
8 fiscal year. The report must include, but is not limited to, the
9 range of non-\$0.00 annual adoption support subsidy amounts, for
10 both title IV-E eligible cases and state-funded cases, paid to
11 adoptive families; the number of title IV-E and state-funded cases;
12 the number of cases in which an adoption support subsidy request by
13 an adoptive parent was denied by the department; and the number of
14 adoptive parents who requested an adoption support subsidy
15 redetermination.

16 Sec. 537. Not later than March 1 of the current fiscal year,
17 the department shall submit, to the standard report recipients, a
18 report on the following information for cases of child abuse or
19 child neglect from the previous fiscal year:

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

21 (b) The total number of relative care placements into
22 unlicensed relative homes.

23 (c) The total number of relative care placements into licensed
24 relative homes.

25 (d) The total number of unlicensed relative providers with a
26 relative placement that were denied a foster home license due to
27 not meeting the standards established for foster care licensing in
28 this state.

29 (e) From a sample of cases, a list of the reasons documented



1 by the department for denial of relative foster home licensure.

2 (f) For licensed relative caregivers without placements, the
3 status of title IV-E claims for foster care maintenance payments
4 and foster care administrative payments.

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

16 Sec. 546. (1) From the funds appropriated in part 1 for foster
17 care payments and from child care fund, the department shall pay an
18 administrative rate of not less than \$60.20 to providers of general
19 foster care, independent living, and trial reunification services.

20 (2) From the funds appropriated in part 1, the department
21 shall pay providers of independent living plus services per diem
22 statewide rates for staff-supported housing and host-home housing
23 that are based on proposals submitted in response to a solicitation
24 for pricing. The independent living plus program provides staff-
25 supported housing and services for foster youth 16 years of age to
26 19 years of age who, because of their individual needs and
27 assessments, are not initially appropriate for general independent
28 living foster care.

29 (3) If required by the federal government to meet title IV-E



1 requirements, on a quarterly basis, providers of foster care
2 services shall submit a report on expenditures to the department to
3 identify actual costs of providing foster care services.

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

8 (2) The department shall submit, to the standard report
9 recipients, a report that includes quarterly data on the number of
10 children enrolled in the guardianship assistance and foster care -
11 children with serious emotional disturbance waiver programs.

12 Sec. 550. (1) The department shall not offset against
13 reimbursements to counties or seek reimbursement from counties for
14 charges that were received by the department more than 12 months
15 before the department seeks to offset against reimbursement. A
16 county shall not request reimbursement, and reimbursements must not
17 be paid, for a charge that is more than 12 months after the date of
18 service or original status determination when initially submitted
19 by the county.

20 (2) Not later than 12 months after a date of service, a
21 service provider shall submit a request for payment. A request for
22 payment submitted later than 12 months after the date of service
23 requires the provider to submit an exception request to the county
24 or the department for approval or denial.

25 (3) A county is not subject to any offset, chargeback, or
26 reimbursement liability for a prior expenditure resulting from an
27 error in a foster care fund source determination.

28 Sec. 551. Not later than 30 days after a county requests a
29 clarification through the department's child care fund management



1 unit email address, the department shall respond to the request.

2 Sec. 552. Sixty days after a county's child care fund review
3 is completed, including the receipt of all requested documentation
4 from the county, the department shall provide the results of the
5 review to the county. In the review, the department shall not
6 evaluate the relevancy, quality, effectiveness, efficiency, or
7 impact of the services provided to youth by the county's child care
8 fund programs. The department shall not release the results of a
9 county's child care fund review to a third party without the
10 permission of the county.

11 Sec. 554. From the funds appropriated in part 1 for foster
12 care payments, the department shall allocate \$50,000.00 to a
13 nonprofit organization organized under the laws of this state that
14 is exempt from federal income tax under section 501(c)(3) of the
15 internal revenue code of 1986, 26 USC 501; currently has locations
16 in 3 cities; operates on a 100% volunteer basis with a board of
17 directors consisting of not more than 15 members; is a dedicated
18 community of individuals that give their time, talent, and
19 resources to provide the best quality shopping environment that
20 they can to local children in need; and provides clothing, shoes,
21 toys, linens, nursery furniture, strollers, car seats, school
22 supplies, hygiene products, and safety equipment to local foster
23 children and their families free of charge.

24 Sec. 557. If a vehicle that is owned by the state is available
25 and not scheduled for use by other state workers, the department
26 may consider a children's protective services caseworker or a
27 foster care caseworker driving the vehicle to a foster home visit
28 or driving the vehicle to the caseworker's own home as an allowable
29 use of the vehicle if the driving would be helpful to the



1 caseworker in conducting the caseworker's work.

2 Sec. 559. (1) From the funds appropriated in part 1 for
3 adoption support services, not later than December 1 of the current
4 fiscal year, the department shall allocate \$750,000.00 to the
5 Adoptive Family Support Network to operate and expand its adoptive
6 parent mentor program to provide a listening ear, knowledgeable
7 guidance, and community connections to adoptive parents and
8 children who were adopted in this state or another state.

9 (2) Not later than March 1 of the current fiscal year, the
10 Adoptive Family Support Network shall submit, to the standard
11 report recipients, a report on the program described in subsection
12 (1), including, but not limited to, the number of cases served and
13 the number of cases in which the program prevented an out-of-home
14 placement.

15 Sec. 560. From funds appropriated in part 1 for foster care
16 payments, the department shall allocate \$100,000.00 to reimburse
17 children in foster care for the costs of extracurricular
18 activities, which include, but are not limited to, athletics,
19 music, band, drama, and other enrichment activities.

20 Sec. 561. From the funds appropriated in part 1 for foster
21 care payments, the department shall allocate \$1,000,000.00 to a
22 nonprofit, community-based organization organized under the laws of
23 this state that is exempt from federal income tax under section
24 501(c)(3) of the internal revenue code of 1986, 26 USC 501, with
25 the mission to ensure that individuals with developmental
26 disabilities are valued so they and their families can fully
27 participate in and contribute to their community, to provide
28 support for special education system navigation, and to improve
29 educational outcomes for the following youth who have a diagnosed



1 disability or suspected disability:

2 (a) Youth in foster care.

3 (b) Youth pursuing young adult voluntary foster care.

4 (c) Youth who were adopted within the past year.

5 (d) Youth who are part of a children's protective services'
6 case of abuse and neglect.

7 (e) Youth in kinship care.

8 Sec. 562. If a foster parent transports a foster child to
9 parent-child visitation, the department shall reimburse the foster
10 parent for the foster parent's time and travel. As part of the
11 foster care parent contract, the department shall provide written
12 confirmation to foster parents that states that the foster parents
13 have the right to request reimbursement for all parent-child
14 visitations. Not later than 60 days after receiving a request from
15 a foster parent for eligible reimbursement, the department shall
16 provide the reimbursement.

17 Sec. 564. (1) The department shall maintain a clear policy for
18 parent-child visitations. The local county offices, caseworkers,
19 and supervisors shall meet an 85% success rate, after accounting
20 for factors outside of caseworker control.

21 (2) In accordance with the court-ordered number of required
22 meetings between caseworkers and a parent, the caseworkers shall
23 achieve a success rate of 85%, after accounting for factors outside
24 of caseworker control.

25 (3) Not later than March 1 of the current fiscal year, the
26 department shall submit, to the standard report recipients, a
27 report on the following:

28 (a) The success rates for parent-child visitations and court-
29 ordered required meetings under subsections (1) and (2) for the



1 previous fiscal year.

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

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

12 (2) Not later than April 1 of the current fiscal year, the
13 department shall submit, to the standard report recipients, a
14 report on the number of youth who received assistance with
15 obtaining a driver license or state identification card, the number
16 of youth who received assistance with obtaining a Social Security
17 card, and the number of youth who were eligible for assistance but
18 did not receive the assistance and an explanation as to why the
19 youth did not receive the assistance.

20 Sec. 569. The department shall reimburse each private child
21 placing agency that completes an adoption at the rate on the date
22 when the petition for adoption and the required support
23 documentation were accepted by the court and not the rate on the
24 date when the court's order placing for adoption was entered.

25 Sec. 574. (1) From the funds appropriated in part 1 for foster
26 care payments, \$1,375,000.00 is allocated to support family
27 incentive grants to private and community-based foster care service
28 providers for assistance with home improvements and items needed to
29 ensure compliance with licensing rule requirements, including



1 payment for physical exams needed by foster families, and, to
2 accommodate children in foster care, alleviating potential safety
3 concerns for unlicensed relatives caring for a family member
4 through the child welfare system.

5 (2) Not later than March 1 of the current fiscal year, the
6 department shall submit, to the standard report recipients, a
7 report on the total amount expended in the previous year for grants
8 to private and community-based foster care service providers for
9 home improvements or physical exams described in subsection (1) and
10 the number of grants issued.

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

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

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

23 (c) Consulting and collaborating with the provider of the
24 kinship caregiver navigator program on the design and
25 administration of the program.

26 (d) Establishing, maintaining, and updating a list of local
27 support groups and programs that provide services to kinship
28 families and, in order to obtain a better understanding of the
29 issues facing kinship families, devising a plan of action for



1 engaging with the groups and programs on the list.

2 (e) Developing methods to promote and improve collaboration
3 between state, county, and local governments and agencies and
4 private stakeholders for all of the following reasons:

5 (i) To obtain a broad understanding of the characteristics and
6 prevalence of kinship caregiving.

7 (ii) To improve service delivery.

8 (iii) To include the methods in the council's recommendations.

9 Sec. 578. (1) From the funds appropriated in part 1 for foster
10 care payments, the department shall allocate up to \$1,744,100.00 in
11 Title IV-E passthrough funds for educational pilot programs to
12 strengthen this state's child welfare workforce. The department
13 shall enter into contractual arrangements with state universities
14 to provide bachelor of social work and master of social work
15 educational training, including field placements and stipends for
16 tuition and educational expenses. In exchange, students completing
17 eligible educational programs are contractually obligated to work
18 for Michigan child welfare agencies for a minimum of 1 year. The
19 matching funds for the Title IV-E funds must be provided by the
20 participating state universities from the expenses incurred for
21 training child welfare students who participate in the program.

22 (2) Not later than March 1 of the current fiscal year, the
23 department shall submit, to the standard report recipients, a
24 report on the status of pilot programs under subsection (1) that
25 includes, but is not limited to, the total number of applicants,
26 the total number of program participants, a list of state
27 universities that participated in the pilot programs, and the total
28 amount of matching funds that each state university contributed to
29 the programs.



1 Sec. 581. From the funds appropriated in part 1 for foster
2 care payments, the department shall allocate \$50,000.00 for
3 caseworkers to provide immediate assistance with urgent needs,
4 including, but not limited to, food, clothing, and other basic
5 necessities, for children, including children who are victims of
6 human trafficking, on the children's removal from the children's
7 homes or other dangerous environments. The department shall track
8 the distribution of the funds and, not later than June 1 of the
9 current fiscal year, submit, to the standard report recipients, a
10 report on the amount of funds distributed and the number of
11 children impacted.

12 Sec. 583. Not later than March 1 of the current fiscal year,
13 the department shall submit, to the standard report recipients and
14 the senate and house of representatives standing committees that
15 cover subject matters dealing with families and human services, a
16 report that includes both of the following:

17 (a) The number and percentage of foster parents that dropped
18 out in the previous fiscal year, the reasons the foster parents
19 left, and how the figures compare to the figures for prior fiscal
20 years.

21 (b) The number and percentage of foster parents successfully
22 retained in the previous fiscal year and how the figures compare to
23 the figures for prior fiscal years.

24 (c) The number and percentage of licensed foster homes that
25 terminated or did not renew their license because they adopted
26 their foster child.

27 Sec. 585. Each month, the department shall make available at
28 least 1 pre-service training class in which new caseworkers for
29 private foster care and adoption agencies can enroll.



1 Sec. 588. (1) Concurrently with public release, the department
2 shall transmit, without revision, all reports from the court-
3 appointed settlement monitor, including, but not limited to, the
4 needs assessment and period outcome reporting, to the standard
5 report recipients.

6 (2) Not later than October 1 of the current fiscal year, the
7 department shall submit, to the standard report recipients, a
8 detailed plan that addresses the status and progress toward exiting
9 the settlement by September 30 of the current fiscal year. The
10 report must include an update on the department's child welfare
11 initiative.

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

15 (2) On a quarterly basis, the department shall submit a
16 report, to the standard report recipients, on the monthly number of
17 all foster care cases administered by the department and all foster
18 care cases administered by private providers.

19 Sec. 592. On a quarterly basis, the department shall submit,
20 to the chairs of the senate and house of representatives standing
21 oversight committees and the standard report recipients, a report
22 that includes data from children's protective services staff for
23 each of the following for the most recent quarter before the
24 applicable report is submitted:

25 (a) The percent of investigations commenced in 24 hours
26 immediately after receiving a report.

27 (b) The percent of central registry reviews performed for
28 required individuals.

29 (c) The percent of face-to-face contacts made within the



1 established timeframe required by the department.

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

5 (e) The percent of supervisory reviews performed in a timely
6 manner.

7 (f) The results of a department survey of children's
8 protective services investigators on the number of investigators
9 who are concerned for their own personal safety.

10 (g) The percent of investigators using the mobile application
11 or another tool to document compliance.

12 Sec. 593. The department shall conduct an annual review in
13 each county to determine if the county has adopted and implemented
14 standard child abuse and child neglect investigation and interview
15 protocols under section 8(6) of the child protection law, 1975 PA
16 238, MCL 722.628.

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

28 Sec. 598. Partial child care fund reimbursements to counties
29 for undisputed charges must not be made later than 45 business days



1 after receipt of the required forms and documentation. Not later
2 than 15 business days after receiving a request from a county for
3 reimbursement of a disputed charge, the department shall commence
4 activity to investigate and resolve the disputed reimbursement
5 charge. The activity to investigate and resolve a disputed
6 reimbursement charge may include, but is not limited to, the use of
7 a formal appeals process under applicable law and the department
8 chargeback policy. Not later than 45 business days after a properly
9 corrected submission by the county, the department shall reimburse
10 the county for the corrected charge or charges.

11
12 **PUBLIC ASSISTANCE**

13 Sec. 601. After a client agrees to the release of the client's
14 name and address to the local housing authority, the department
15 shall request from the local housing authority information
16 regarding whether the housing unit for which vendoring has been
17 requested meets applicable local housing codes. Vendoring must be
18 terminated if the local housing authority indicates in writing that
19 the unit does not meet local housing codes and until the local
20 housing authority indicates in writing that the local housing codes
21 have been met.

22 Sec. 602. The department shall conduct a full evaluation of an
23 individual's assistance needs if the individual has applied for
24 disability more than 1 time in a 1-year period.

25 Sec. 603. For any change in the income of a recipient of the
26 food assistance program, the family independence program, or state
27 disability assistance that results in a benefit decrease, the
28 department shall notify the recipient of the amount of the decrease
29 not later than 15 work days before the first day of the month in



1 which the decrease takes effect.

2 Sec. 604. (1) From the funds appropriated in part 1 for state
3 disability assistance payments, the department shall operate a
4 state disability assistance program. Except as provided in
5 subsection (3), to be eligible for the program, an individual must
6 be a needy citizen of the United States or alien exempted from the
7 SSI citizenship requirement who is not less than 18 years of age,
8 or an emancipated minor, and meets 1 or more of the following
9 requirements:

10 (a) Is a recipient of SSI, Social Security, or medical
11 assistance due to disability or being 65 years of age or older.

12 (b) Is an individual with a physical or mental impairment that
13 meets federal SSI disability standards, except that the minimum
14 duration of the disability must be 90 days. Substance use disorder
15 alone is not a basis for eligibility.

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

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

21 (e) Is an individual diagnosed as having AIDS.

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

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

26 (2) An applicant for or recipient of state disability
27 assistance is considered needy if the applicant or recipient does
28 both of the following:

29 (a) Meets the same asset test as is applied for the family



1 independence program.

2 (b) Has a monthly budgetable income that is less than the
3 payment standards.

4 (3) Except for an individual described in subsection (1)(c) or
5 (d), an individual is not disabled under this section if the
6 individual's drug addiction or alcoholism is a contributing factor
7 material to the determination of disability.

8 (4) As used in this section:

9 (a) "Material to the determination of disability" means that,
10 if the individual stopped using drugs or alcohol, the individual's
11 remaining physical or mental limitations would not be disabling. If
12 the individual's remaining physical or mental limitations would be
13 disabling, then the drug addiction or alcoholism is not material to
14 the determination of disability and the individual may receive
15 state disability assistance, but the individual must actively
16 participate in a substance abuse treatment program, and the
17 assistance must be paid to a third party or through vendor
18 payments.

19 (b) "Substance abuse treatment" includes receipt of inpatient
20 or outpatient services or participation in Alcoholics Anonymous or
21 a similar program.

22 Sec. 605. The level of reimbursement provided to state
23 disability assistance recipients in licensed adult foster care
24 facilities must be the same as the prevailing SSI rate under the
25 personal care category.

26 Sec. 606. County department offices shall require each
27 recipient of family independence program and state disability
28 assistance who has applied with the Social Security Administration
29 for SSI to sign a contract to repay any assistance rendered through



1 the family independence program or state disability assistance
2 program on receipt of retroactive SSI benefits.

3 Sec. 607. (1) The department's ability to satisfy
4 appropriation deductions in part 1 for state disability
5 assistance/supplemental security income recoveries and public
6 assistance recoupment revenues is not limited to recoveries and
7 accruals pertaining to state disability assistance, or family
8 independence assistance program provided only in the current fiscal
9 year and may include revenues collected during the current year
10 that are prior-year-related and not a part of the department's
11 accrued entries.

12 (2) The department may use SSI recoveries to satisfy the
13 deduct in any line in which the revenues are appropriated,
14 regardless of the source from which the revenue is recovered.

15 Sec. 608. An adult foster care facility that provides
16 domiciliary care or personal care to a resident receiving SSI or a
17 home for the aged serving a resident receiving SSI shall not
18 require a resident described in this section to reimburse the home
19 for the aged or adult foster care facility for care at a rate in
20 excess of a rate that is authorized by the legislature. To the
21 extent permitted by federal law, an adult foster care facility and
22 home for the aged that serves a resident receiving SSI is not
23 prohibited from accepting a third-party payment in addition to SSI
24 if the payment is not for food, clothing, or shelter, or would
25 result in a reduction in the resident's SSI payment.

26 Sec. 609. The department shall not reduce the state
27 supplementation level under the SSI program for the personal
28 care/adult foster care and home for the aged categories during the
29 current fiscal year. Not later than 30 days before a proposed



1 reduction in the state supplementation level, the department shall
2 notify the legislature of the proposed reduction.

3 Sec. 610. (1) In developing good-cause criteria for the state
4 emergency relief program, the department shall grant an exemption
5 from the good-cause criteria if an emergency results from an
6 unexpected expense related to maintaining or securing employment.

7 (2) In determining housing affordability eligibility for state
8 emergency relief, a group is considered to have sufficient income
9 to meet ongoing housing expenses if the group's total housing
10 obligation does not exceed 75% of the group's total net income.

11 (3) The department shall not make a state emergency relief
12 payment to an individual who has been found guilty of fraud in
13 obtaining public assistance.

14 (4) The department shall not make a state emergency relief
15 payment to an individual who is an out-of-state or nonlegal
16 resident.

17 (5) The department shall distribute a state emergency relief
18 payment for rent assistance directly to a landlord and shall not
19 add the payment to a Michigan bridge card.

20 Sec. 611. The state supplementation level under the SSI
21 program for the living independently category or living in the
22 household of another category must not exceed the minimum state
23 supplementation level as required under federal law.

24 Sec. 613. (1) The department shall provide a reimbursement for
25 the final disposition of an indigent individual. A reimbursement
26 under this section must comply with all of the following:

27 (a) The maximum allowable reimbursement for the final
28 disposition is \$941.00.

29 (b) The adult burial with services allowance is \$857.00.



1 (c) The adult burial without services allowance is \$594.00.

2 (d) The infant burial allowance is \$235.00.

3 (2) The department shall reimburse up to \$84.00 for a
4 cremation permit fee and for mileage at the standard rate for an
5 eligible cremation. A reimbursement under this subsection must take
6 into consideration whether an indigent individual's religious
7 preference prohibits cremation.

8 (3) By January 31 of the current fiscal year, the department
9 shall submit a report to the standard report recipients on burial
10 service payments issued from the state emergency relief program
11 during the previous fiscal year. The report must include the number
12 of applicants denied and the number of payments by the following
13 burial service categories:

14 (a) Fetus or infant less than 1 month of age.

15 (b) Burial with memorial service.

16 (c) Burial without memorial service.

17 (d) Cremation with memorial service.

18 (e) Cremation without memorial service.

19 (f) Transportation of a donated or unclaimed body being
20 cremated.

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

22 (h) Disposition of an unclaimed body.

23 (i) Payment if an irrevocable funeral agreement exists.

24 (j) An unclaimed body received by a university.

25 Sec. 614. By January 15 of the current fiscal year, the
26 department shall submit a report to the standard report recipients
27 on the number and percentage of state disability assistance
28 recipients who were determined to be eligible for federal SSI
29 benefits in the previous fiscal year.



1 Sec. 615. Except as required by federal law, the department
2 shall not use funds appropriated in part 1 to provide public
3 assistance to an individual who is not a United States citizen,
4 permanent resident alien, or refugee. This section does not
5 prohibit the department from entering into a contract with a food
6 bank, emergency shelter provider, or another human service agency
7 that may, as a normal part of doing business, provide food or
8 emergency shelter.

9 Sec. 616. The department shall require a retailer that
10 participates in the electronic benefits transfer program to charge
11 no more than a \$2.50 fee for cash back as a condition of
12 participation.

13 Sec. 619. The department shall not deny a title IV-A
14 assistance and food assistance benefit under 21 USC 862a to an
15 individual who has been convicted of a felony for the possession,
16 use, or distribution of a controlled substance, if both of the
17 following are met:

18 (a) The act that resulted in the conviction occurred after
19 August 22, 1996.

20 (b) The individual is not in violation of the individual's
21 probation or parole requirements.

22 Sec. 620. (1) The department shall determine a Medicaid
23 applicant's Medicaid eligibility not later than 90 days after the
24 Medicaid applicant completes a Medicaid application if the Medicaid
25 applicant's disability is an eligibility factor. For other Medicaid
26 applicants, including an applicant who is a patient of a nursing
27 home, the department shall determine the applicant's Medicaid
28 eligibility within 45 days after receiving the Medicaid applicant's
29 application.



1 (2) On a quarterly basis, the department shall submit a report
2 to the standard report recipients on the number of recipients who
3 were ineligible for Medicaid after Medicaid eligibility
4 redeterminations resumed after federal continuous enrollment
5 requirements ended. The report must include, in a monthly data
6 format, the number of recipients who had their eligibility examined
7 directly, through an ex parte eligibility process or through a
8 passive eligibility process. The report must also include a copy of
9 each baseline and monthly report that the department provides to
10 CMS for unwinding data reporting and the number of recipients who
11 did not respond to the department through eligibility outreach or
12 data requests.

13 Sec. 645. The department shall consider an individual or
14 family to be homeless for purposes of eligibility for state
15 emergency relief, if the individual or family is living temporarily
16 with another in order to escape domestic violence. The department
17 shall define and verify domestic violence in the same manner as the
18 department defines and verifies that term in the department's
19 policies on good cause for not cooperating with child support and
20 paternity requirements.

21 Sec. 653. From the funds appropriated in part 1 for food
22 assistance program benefits, an individual who is the victim of
23 domestic violence or human trafficking and who does not qualify for
24 any other exemption may be exempt from the 3-month in 36-month
25 limit on receiving food assistance under 7 USC 2015. The department
26 may extend the exemption for an additional 3 months if an
27 individual described in this section demonstrates to the department
28 a continuing need.

29 Sec. 654. The department shall notify a recipient of food



1 assistance program benefits that the recipient's benefits can be
2 spent with the recipient's Michigan bridge card at many farmers
3 markets in this state. The department shall also provide a
4 recipient with information about the double up food bucks program
5 that is administered by the Fair Food Network. The information
6 about the double up food bucks program must include, but is not
7 limited to, information that if the recipient spends \$20.00 at a
8 participating farmers market through the program, the recipient may
9 receive an additional \$20.00 to buy Michigan produce.

10 Sec. 655. Not later than 14 days after the spending plan for
11 low-income home energy assistance program is approved by the state
12 budget office, the department shall provide the spending plan,
13 including itemized projected expenditures and itemized expenditures
14 for the previous fiscal year, to the standard report recipients.

15 Sec. 660. From the funds appropriated in part 1 for Food Bank
16 Council of Michigan, the department shall allocate \$12,045,000.00
17 for procuring and distributing the Michigan agricultural surplus
18 system to distribute surplus produce to low-income residents of
19 this state.

20 Sec. 669. From the funds appropriated in part 1 for family
21 independence program - clothing allowance, the department shall
22 allocate \$10,000,000.00 for the annual clothing allowance. The
23 department shall grant the allowance to eligible children in a
24 family independence program group.

25 Sec. 672. (1) By February 15 of the current fiscal year, the
26 department's office of inspector general shall submit a report to
27 the standard report recipients on the department's efforts to
28 reduce the inappropriate use of Michigan bridge cards and food
29 assistance program trafficking. The department shall provide



1 information on the number of recipients of services who used their
2 Michigan bridge card inappropriately and the current status of each
3 case, the number of recipients whose benefits were permanently and
4 temporarily revoked as a result of inappropriately using their
5 Michigan bridge cards, and the number of retailers that were fined
6 or removed from the electronic benefit transfer program for
7 permitting the inappropriate use of Michigan bridge cards. The
8 report must also include the number of Michigan bridge card
9 trafficking instances and overall welfare fraud referrals, that
10 includes, but is not limited to, information on the number of
11 investigations completed, fraud and intentional program violation
12 dollar amounts identified, the number of referrals to prosecutors,
13 the number of administrative hearing referrals and waivers, and the
14 number of program disqualifications imposed. The report must
15 distinguish between savings and cost avoidance. As used in this
16 subsection:

17 (a) "Savings" includes receivables established from instances
18 of fraud committed.

19 (b) "Cost avoidance" includes expenditures avoided due to
20 front-end eligibility investigations and other preemptive actions
21 undertaken in the prevention of fraud.

22 (2) If a fourth Michigan bridge card has been issued to a
23 household in a 12-month period, the department shall notify the
24 household that the household has reached the number of issued cards
25 threshold. At a household's fifth and each subsequent card
26 replacement request, a card will not be issued until a recipient
27 from the household has spoken directly to the local office district
28 manager or county director. The district manager or county director
29 may issue a new Michigan bridge card based on the district



1 manager's or county director's assessment of the recipient's
2 situation and the recipient's explanation.

3 (3) As used in this section:

4 (a) "Food assistance trafficking" means the buying and selling
5 of food assistance benefits for cash or items not authorized under
6 7 USC 2036b.

7 (b) "Inappropriate use" means not used to meet a family's
8 ongoing basic needs, including, but not limited to, food, clothing,
9 shelter, utilities, household goods, personal care items, and
10 general incidentals.

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

16 (2) The department shall submit an annual report, providing
17 quarterly data, to the standard report recipients on the number of
18 cases referred to PATH, the current percentage of family
19 independence program cases involved in PATH employment activities,
20 an estimate of the current percentage of family independence
21 program cases that meet federal work participation requirements on
22 the whole, and an estimate of the current percentage of the family
23 independence program cases that meet federal work participation
24 requirements for those cases referred to PATH.

25 (3) The department shall submit a report to the standard
26 report recipients. The report must include quarterly data on all of
27 the following:

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



1 (b) The average and range of wages of employed family
2 independence program recipients.

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

5 Sec. 678. From the funds appropriated in part 1 for family
6 independence program - small child supplement payment, the
7 department shall establish a supplement payment for households with
8 small children. The small child supplement payment program will
9 increase monthly family independence program payments by \$150.00
10 for each child under the age of 6 in an enrolled household.

11 Sec. 686. (1) The department shall confirm that an individual
12 who presents a personal identification issued by another state and
13 is seeking assistance through the family independence program, food
14 assistance program, state disability assistance program or medical
15 assistance program is not receiving benefits from another state.

16 (2) The department shall confirm the address provided by an
17 individual who is seeking family independence program benefits or
18 state disability assistance benefits.

19 (3) The department shall prohibit an individual who has
20 property assets assessed at a value higher than \$200,000.00 from
21 receiving assistance through a department-administered program,
22 unless prohibiting assistance would violate a federal law or
23 guideline.

24 (4) The department shall make a reasonable attempt to obtain
25 an up-to-date telephone number for an individual seeking medical
26 assistance benefits during the eligibility determination or
27 redetermination process for the individual.

28 Sec. 687. (1) On a quarterly basis, the department shall
29 compile and make available a report on its website that contains



1 all of the following information about the family independence
2 program, state disability assistance, the food assistance program,
3 indigent burial, Medicaid, and state emergency relief:

4 (a) The number of applications received.

5 (b) The number of applications approved.

6 (c) The number of applications denied.

7 (d) The number of applications pending and neither approved
8 nor denied.

9 (e) The number of cases opened.

10 (f) The number of cases closed.

11 (g) The number of cases at the beginning of the quarter and
12 the number of cases at the end of the quarter.

13 (2) The department shall compile and make the information
14 provided under subsection (1) available for this state as a whole
15 and for each county and shall report the information separately for
16 each program listed in subsection (1).

17 (3) On a quarterly basis, the department shall compile and
18 make available a report on its website of the following family
19 independence program information:

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

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

24 (c) The number of cases closed because of lifetime limits.

25 (d) The number of first-, second-, and third-time sanctions.

26 (e) The number of children 0 to 5 years of age who are living
27 in a family independence program-sanctioned household.

28 Sec. 688. From the funds appropriated in part 1 for the low-
29 income home energy assistance program, the department shall make an



1 additional \$20.01 payment to each food assistance program case that
2 is not currently eligible for the standard utility allowance to
3 allow each case to receive expanded food assistance benefits
4 through the program commonly known as the heat and eat program.

5 Sec. 689. (1) From the funds appropriated in part 1 for
6 prenatal and infant support program, the department shall allocate
7 \$9,621,700.00 for programs that are intended to improve the
8 economic stability of households with very young children.

9 (2) In allocating the funds referenced in subsection (1), the
10 department shall give preference to programs that demonstrate the
11 following:

12 (a) Effectiveness in improving the economic stability of
13 households with pregnant women at a minimum of 20 weeks gestation,
14 and with young children.

15 (b) Partnerships with local health care providers and
16 nonprofit human service agencies that provide for improved maternal
17 and infant health outcomes.

18 (c) Compliance with TANF requirements established by the
19 Administration for Children and Families within the United States
20 Department of Health and Human Services.

21 Sec. 699. (1) From the funds appropriated in part 1 for fair
22 food network - double up food bucks, the department shall work with
23 the fair food network and the department of agriculture and rural
24 development to ensure that the funds allocated to the double up
25 food bucks program are directly used to increase the number of
26 participating vendors.

27 (2) The department shall work with the department of
28 agriculture and rural development to do all of the following:

29 (a) Notify recipients of food assistance program benefits that



1 food assistance program benefits can be accessed with Michigan
2 bridge cards at many farmers markets in this state.

3 (b) Notify recipients of food assistance program benefits
4 about the double up food bucks program that is administered by the
5 fair food network. Food assistance program recipients shall receive
6 information about the double up food bucks program.

7 (3) The department shall work with the fair food network and
8 the department of agriculture and rural development to expand
9 access to the double up food bucks program in each of the state's
10 counties with grocery stores or farmers markets that meet the
11 program's eligibility requirements.

12 (4) Not later than September 30 of the current fiscal year,
13 the department shall submit a report on activities and outcomes of
14 the double up food bucks program to the standard report recipients.
15 The report must contain all of the following:

16 (a) Counties in this state with participating double up food
17 bucks vendors, the number of vendors by county, and the name and
18 location of vendors, as of October 1 of the previous fiscal year.

19 (b) Counties in this state with new participating double up
20 food bucks vendors, the number of new vendors by county, and the
21 name and location of the new vendors. As used in this subdivision,
22 "new vendors" means vendors that started participating in the
23 program since October 1 of the current fiscal year.

24 (c) The number of individuals participating in the program, by
25 county.

26

27 **CHILDREN'S SERVICES AGENCY - JUVENILE JUSTICE**

28 Sec. 701. Unless required by a change to federal law or the
29 law of this state or at the request of a provider, the department



1 shall not alter the terms of a signed contract with a private
2 residential facility that serves children who are under state or
3 court supervision without receiving written consent from a
4 representative of the private residential facility.

5 Sec. 706. A county is subject to a 50% chargeback for the use
6 of an alternative regional detention service, if the detention
7 service does not fall under the basic grant provision of section
8 117e of the social welfare act, 1939 PA 280, MCL 400.117e, or if a
9 county operates the detention service program primarily with
10 professional rather than volunteer staff.

11 Sec. 707. To be reimbursed for child care fund expenditures, a
12 county shall submit to the department the report required under
13 section 117a(11) of the social welfare act, 1939 PA 280, MCL
14 400.117a, to enable the department to document a potential
15 federally claimable expenditure.

16 Sec. 708. (1) As a condition of receiving funds appropriated
17 in part 1 for the child care fund line item, by October 15 of the
18 current fiscal year, a county shall have an approved service
19 spending plan for the current fiscal year. Not later than August 15
20 of the current fiscal year, a county shall submit the county's
21 service spending plan for the following fiscal year to the
22 department for approval. The department shall approve a county's
23 service spending plan not later than 30 calendar days after the
24 department receives a properly completed service spending plan from
25 the county that complies with the requirements of the social
26 welfare act, 1939 PA 280, MCL 400.1 to 400.119b. The department
27 shall notify and submit revisions to a service spending plan to a
28 county whose service spending plan is not approved after initial
29 submission. The department shall not request any additional



1 revisions to a county's service spending plan outside of the
2 requested revision notification submitted to the county by the
3 department. The department shall notify a county that its service
4 spending plan is approved not later than 30 days after the
5 department considers the county's revisions to the county's service
6 spending plan.

7 (2) A county shall submit an amendment to its county service
8 spending plan for the current fiscal year to the department not
9 later than August 30 of the current fiscal year. A county shall
10 submit payable estimates for the current fiscal year to the
11 department not later than September 15 of the current fiscal year.

12 (3) Not later than February 15 of the current fiscal year, the
13 department shall submit a report to the standard report recipients
14 on the number of counties that fail to submit a service spending
15 plan by August 15 of the previous fiscal year and the number of
16 service spending plans not approved by October 15. The report must
17 include the number of county service spending plans that were not
18 initially approved by the department and the number of service
19 spending plans that were not approved by the department after being
20 resubmitted by the county after revisions were requested by the
21 department under subsection (1).

22 Sec. 709. The department's master contract for juvenile
23 justice residential foster care services must prohibit a contractor
24 from denying a referral for placing a youth, or terminating a
25 youth's placement, if the youth's assessed treatment needs are in
26 alignment with the facility's residential program type, as
27 identified by a court or the department. The master contract must
28 also require that a youth placed in a juvenile justice residential
29 foster care facility has regularly scheduled treatment sessions



1 with a licensed psychologist or a psychiatrist, or both, and access
 2 to the licensed psychologist or a psychiatrist as needed.

3
 4 **LOCAL OFFICE OPERATIONS AND SUPPORT SERVICES**

5 Sec. 801. (1) The department shall submit a monthly report to
 6 the standard report recipients on the most recent food assistance
 7 program error rate derived from the active cases, reported to the
 8 United States Department of Agriculture Food and Nutrition Service
 9 for the supplemental nutrition assistance program.

10 (2) Not later than April 1 of the current fiscal year, the
 11 department shall submit a report to the standard report recipients
 12 on the corrective action plan undertaken to lower food assistance
 13 program error rates. The report must include the error rates for
 14 each local office, by month, in the previous fiscal year,
 15 information on the percentage of errors attributable to the
 16 department and applicants, a narrative description of each type of
 17 error occurring for the department and applicants, and a complete
 18 description of how error rates have decreased from the 8 actions
 19 described in the April 1, 2023 report provided under section 801(2)
 20 of article 6 of 2022 PA 166.

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

27 Sec. 807. From the funds appropriated in part 1 for Elder Law
 28 of Michigan MiCAFE contract, the department shall allocate not less
 29 than \$350,000.00 to the Elder Law of Michigan MiCAFE to assist this



1 state's elderly population in participating in the food assistance
2 program. Of the \$350,000.00 allocated under this section, the
3 department shall use \$175,000.00 of general fund/general purpose
4 revenue as state matching funds to receive not less than
5 \$175,000.00 in funding from the United States Department of
6 Agriculture to provide outreach program activities as part of a
7 statewide food assistance hotline. The outreach program activities
8 may include eligibility screening and information services.

9 Sec. 808. Not later than March 1 of the current fiscal year,
10 the department shall submit a report to the standard report
11 recipients on the nutrition education program. The report must
12 include all of the following information:

13 (a) All of the following for the supplemental nutrition
14 assistance program education funding:

15 (i) The planned allocation and actual expenditures, by location
16 of programs.

17 (ii) Planned and actual grant amounts, by location of programs.

18 (iii) The total amount of expected carryforward balance at the
19 end of the current fiscal year.

20 (b) For each subgrantee program, a list of all supplemental
21 nutrition assistance program education funding programs by
22 implementing agency with the amount of funding allocated.

23 Sec. 809. From the funds appropriated in part 1 for pathways
24 to potential program, the department shall submit a report by June
25 1 of the current fiscal year to the standard report recipients that
26 lists each school that participates in the pathways to potential
27 program, the number of program staff assigned to each school by
28 participant school, and the number of students that interacted with
29 pathways to potential staff.



1 Sec. 825. From the funds appropriated in part 1, the
2 department shall provide an individual with not more than \$2,000.00
3 for vehicle repairs, including a repair done in the previous 12
4 months. The \$2,000.00 limit described in this section includes the
5 combined total of payments made by the department and the work
6 participation program.

7 Sec. 826. (1) From the funds appropriated in part 1 for local
8 office policy and administration, not less than \$300,000.00 is
9 allocated for the department to contract with the Prosecuting
10 Attorneys Association of Michigan to provide the support and
11 services necessary to increase the capability of this state's
12 prosecutors, adult protective service system, and criminal justice
13 system to effectively identify, investigate, and prosecute elder
14 abuse and financial exploitation.

15 (2) Not later than March 1 of the current fiscal year, the
16 Prosecuting Attorneys Association of Michigan shall submit a report
17 to the department on the efficacy of the contract. The department
18 shall submit the report to the standard report recipients not later
19 than 30 days after the department receives the report from the
20 Prosecuting Attorneys Association of Michigan.

21 Sec. 850. (1) The department shall maintain each out-stationed
22 eligibility specialist in a community-based organization, community
23 mental health agency, nursing home, adult placement and independent
24 living setting, FQHC, and hospital, unless the community-based
25 organization, community mental health agency, nursing home, adult
26 placement and independent living setting, FQHC, or hospital
27 requests to discontinue the positions at its facility.

28 (2) From the funds appropriated in part 1 for donated funds
29 positions, the department shall enter into a contract with any



1 agency that is able and eligible under federal law to provide the
2 required matching funds for federal funding, as determined by
3 federal law.

4 (3) A contract for a donated funds position for assistance
5 payments must include, but not be limited to, performance metrics
6 on both of the following topics:

7 (a) Meeting a standard of promptness for processing an
8 application for Medicaid and other public assistance programs under
9 the law of this state.

10 (b) Meeting required standards for error rates in determining
11 programmatic eligibility, as determined by the department.

12 (4) The department shall fill an additional donated funds
13 position only after a new contract has been signed with an agency.
14 The position must be abolished when the contract expires or is
15 terminated.

16 (5) The department shall classify as a limited-term FTE
17 position a new employee who is hired to fill a donated funds
18 position contract or is hired to fill a vacancy from an employee
19 who transferred to a donated funds position.

20 (6) By March 1 of the current fiscal year, the department
21 shall submit a report to the standard report recipients detailing
22 information on the donated funds positions. The report must
23 include, but is not limited to, the total number of occupied
24 positions, the total private contribution of the positions, and the
25 total cost to this state for a nonsalary expenditure for the
26 donated funds position employees.

27 Sec. 851. (1) From the funds appropriated in part 1 for adult
28 services local office staff, the department shall seek to reduce
29 the number of older adults who are victims of crime and fraud by



1 increasing the standard of promptness in every county, as measured
 2 by commencing an investigation not later than 24 hours after a
 3 report is made to the department, establishing face-to-face contact
 4 with the client not later than 72 hours after a report is made to
 5 the department, and completing the investigation not later than 30
 6 days after a report is made to the department.

7 (2) Not later than March 1 of the current fiscal year, the
 8 department shall submit a report to the standard report recipients
 9 on the services provided to older adults who were victims of crime
 10 or fraud in the previous fiscal year. The report must include, but
 11 is not limited to, all of the following information by county:

12 (a) The number of cases referred to law enforcement.

13 (b) The percentage of investigations commenced not later than
 14 24 hours after a report is made to the department.

15 (c) The number of face-to-face contacts established with the
 16 older adults described in this section not later than 72 hours
 17 after a report is made to the department.

18 (d) The number of investigations completed not later than 30
 19 days after a report is made to the department.

20 (e) The total number of older adults who were victims of crime
 21 or fraud in the previous fiscal year and were provided services by
 22 the department as a result of being victims of crime or fraud.

23 (f) The final disposition of older adults provided services
 24 for being a victim of crime or fraud.

25

26 **DISABILITY DETERMINATION SERVICES**

27 Sec. 890. From the funds appropriated in part 1 for disability
 28 determination services, the department shall maintain the unit
 29 rates in effect on September 30, 2019 for medical consultants



1 performing disability determination services, including physicians,
 2 psychologists, and speech-language pathologists.

3
 4 **BEHAVIORAL HEALTH SERVICES ADMINISTRATION AND SPECIAL PROJECTS**

5 Sec. 901. The department shall use the funds appropriated in
 6 part 1 to support a system of comprehensive community mental health
 7 services under the full authority and responsibility of local
 8 CMHSPs or PIHPs in accordance with the mental health code, 1974 PA
 9 258, MCL 330.1001 to 330.2106, the Medicaid provider manual,
 10 federal Medicaid waivers, and all other applicable federal law and
 11 the law of this state.

12 Sec. 902. (1) From the funds appropriated in part 1, the
 13 department shall make a final authorization to a CMHSP or PIHP on
 14 the execution of a contract between the department and the CMHSP or
 15 PIHP. The contract must contain an approved plan and budget and any
 16 policy and procedure governing the obligations and responsibilities
 17 of each party to the contract. Each contract with a CMHSP or PIHP
 18 that the department is authorized to enter into under this
 19 subsection must include a provision that the contract is not valid
 20 unless the total dollar obligation for all of the contracts between
 21 the department and the CMHSPs or PIHPs entered into under this
 22 subsection for the current fiscal year does not exceed the amount
 23 of money appropriated in part 1 for the contracts authorized under
 24 this subsection.

25 (2) The department shall immediately submit a report to the
 26 standard report recipients if either of the following occurs:

27 (a) The department enters into a new contract with a CMHSP or
 28 PIHP that would affect a rate or expenditure.

29 (b) The department amends a contract that the department has



1 entered into with a CMHSP or PIHP that would affect a rate or
2 expenditure.

3 (3) The report required by subsection (2) must include
4 information about any changes to the contract and the change's
5 effects on rates and expenditures.

6 Sec. 904. (1) Not later than May 31 of the current fiscal
7 year, the department shall provide a report on the CMHSPs, PIHPs,
8 and designated regional entities for substance use disorder
9 prevention and treatment to the standard report recipients that
10 includes the information required by this section.

11 (2) The report required under subsection (1) must contain,
12 unless otherwise noted, information for each CMHSP, PIHP, and
13 designated regional entity for substance use disorder prevention
14 and treatment, and a statewide summary, as follows:

15 (a) A statewide summary of the demographic description of
16 service recipients that, minimally, includes reimbursement
17 eligibility, client population, age, ethnicity, housing
18 arrangements, and diagnosis.

19 (b) Per capita expenditures in total and by client population
20 group.

21 (c) A statewide summary of Medicaid-funded cost information
22 for the 3 diagnosis groups of adults with a mental illness,
23 children with a serious emotional disturbance, and individuals with
24 an intellectual or developmental disability. The statewide summary
25 must, minimally, include expenditures by service category for each
26 of the 3 diagnosis groups described in this subdivision and cases,
27 units, and cost of each specific service code index or health care
28 common procedure coding system code for each of the 3 diagnosis
29 groups.



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

3 (e) Information about access to each CMHSP, PIHP, and
4 designated regional entity for substance use disorder prevention
5 and treatment, that includes, but is not limited to, all of the
6 following:

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

8 (ii) The number of individuals who requested services but did
9 not receive services.

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

13 (g) Lapses and carryforwards during the previous fiscal year
14 for each CMHSP, PIHP, and designated regional entity for substance
15 use disorder prevention and treatment.

16 (h) Performance indicator information required to be submitted
17 to the department in the contracts with each CMHSP, PIHP, and
18 designated regional entity for substance use disorder prevention
19 and treatment.

20 (i) Administrative expenditures of each CMHSP, PIHP, and
21 designated regional entity for substance use disorder prevention
22 and treatment that include a breakout of the salary, benefits, and
23 pension of each executive-level staff, which includes, but is not
24 limited to, the director, chief executive, and chief operating
25 officer.

26 (3) The report required under subsection (1) must contain the
27 following information from the previous fiscal year on substance
28 use disorder prevention, education, and treatment programs:

29 (a) The expenditures stratified by department-designated



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

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

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

8 (d) The collections from other first- or third-party payers,
9 private donations, or other state or local programs, by department-
10 designated community mental health entity, by subcontractor, by
11 population served, and by service type.

12 (4) The department shall include the data reporting
13 requirements described in subsections (2) and (3) in the
14 department's annual contract with each CMHSP, PIHP, and designated
15 regional entity for substance use disorder prevention and
16 treatment.

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

21 Sec. 907. (1) The department shall expend the amount
22 appropriated in part 1 for community substance use disorder
23 prevention, education, and treatment to coordinate care and
24 services provided to individuals with severe and persistent mental
25 illness and substance use disorder diagnoses.

26 (2) Each managing entity shall continue current efforts to
27 collaborate on the delivery of services to clients with mental
28 illness and substance use disorder diagnoses, with the goal of
29 providing services in an administratively efficient manner.



1 Sec. 909. From the funds appropriated in part 1 for health
2 homes, the department shall use available revenue from the
3 marihuana regulatory fund established in section 604 of the medical
4 marihuana facilities licensing act, 2016 PA 281, MCL 333.27604, to
5 improve physical health, expand access to substance use disorder
6 prevention and treatment services, and strengthen the existing
7 prevention, treatment, and recovery systems.

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

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

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

28 Sec. 912. The department shall contract directly with the
29 Salvation Army Harbor Light program, at an amount not less than the



1 amount provided during the fiscal year ending September 30, 2020,
2 to provide non-Medicaid substance use disorder services if the
3 local coordinating agency or the department confirms the Salvation
4 Army Harbor Light program meets the standard of care established by
5 the department. The standard of care must include, but is not
6 limited to, using a medication assisted treatment option.

7 Sec. 913. (1) From the funds appropriated in part 1 for
8 behavioral health program administration, the department shall
9 allocate \$2,025,000.00 for the autism navigator program. The
10 department shall require a contractor receiving funds under this
11 section to comply with performance-related metrics established by
12 the department to maintain eligibility for funding. The
13 performance-related metrics must include, but not be limited to,
14 all of the following:

15 (a) Each contractor shall have an accreditation that attests
16 to the contractor's competency and effectiveness in providing
17 services.

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

19 (c) Each contractor shall ensure the contractor's ability to
20 leverage private dollars to strengthen and maximize service
21 provision.

22 (d) Each contractor shall provide quarterly reports to the
23 department on the number of clients served by PIHP region, units of
24 service provision by PIHP region, and ability to meet their stated
25 goals.

26 (2) The department shall require a report from a contractor
27 receiving funds under this section. A contractor shall submit the
28 report to the department not later than 60 days after the end of
29 the contract period. The report must include specific information



1 on services and programs provided by the contractor, the client
2 base to which the services and programs were provided by the
3 contractor, and the contractor's expenditures for the services. The
4 department shall submit the reports to the standard report
5 recipients.

6 Sec. 914. Not later than June 1 of the current fiscal year,
7 the department shall submit a report to the standard report
8 recipients on outcomes of the funds provided in part 1 to the
9 Michigan Clinical Consultation and Care program (MC3). The outcomes
10 reported must include, but are not limited to, the number of same-
11 day telephone consultations with primary care providers and the
12 number of local resource recommendations made to primary care
13 providers who are providing medical care to patients who need
14 behavioral health services.

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

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



1 Sec. 917. (1) From the funds appropriated in part 1 for opioid
2 response activities, the department shall allocate \$76,605,600.00
3 from the Michigan opioid healing and recovery fund created under
4 section 3 of the Michigan trust fund act, 2000 PA 489, MCL 12.253,
5 to create or supplement opioid-related programs and services in a
6 manner consistent with the opioid judgment, settlement, or
7 compromise of claims pertaining to violations, or alleged
8 violations, of law related to the manufacture, marketing,
9 distribution, dispensing, or sale of opioids.

10 (2) From the funds appropriated in this section, the
11 department shall allocate as grants from the Michigan opioid
12 healing and recovery fund all of the following:

13 (a) \$30,000,000.00 to department-designated community mental
14 health entities for regional specific programming and supports with
15 a goal to also collaborate with municipal opioid settlement funds.

16 (b) \$8,333,300.00 for non-Medicaid hospital peer recovery
17 coach services.

18 (c) \$5,000,000.00 for tribal communities, with the
19 distribution method and types of uses of these funds determined in
20 collaboration with the United Tribes of Michigan and each
21 individual sovereign nation.

22 (d) \$250,000.00 to an association of recovery community
23 organizations for peer recovery coach training.

24 (e) \$3,620,000.00, allocated on a 1-time basis, to a nonprofit
25 organization that is organized under the laws of this state, that
26 is exempt from federal income tax under section 501(c)(3) of the
27 internal revenue code of 1986, 26 USC 501, and is located in a city
28 with a population greater than 10,000 that is located in a county
29 with a population between 36,500 and 36,850, according to the most



1 recent federal decennial census, to expand a women's recovery
2 center that provides residential substance use disorder services,
3 behavioral and physical health care, social services, and housing
4 assistance.

5 (f) \$3,200,000.00, allocated on a 1-time basis, to supplement
6 grants to recovery community organizations under section 978.

7 (g) \$3,000,000.00, allocated on a 1-time basis, to a nonprofit
8 organization that is organized under the laws of this state, that
9 is exempt from federal income tax under section 501(c)(3) of the
10 internal revenue code of 1986, 26 USC 501, and that currently has
11 50 permanent supportive recovery apartments located in a city with
12 a population between 31,000 and 32,000, according to the most
13 recent federal decennial census, to expand long-term housing for
14 recovering patients and their families into additional communities.

15 (3) On a semiannual basis, the department shall submit to the
16 standard report recipients a report on all of the following:

17 (a) Total revenues deposited into and expenditures and
18 encumbrances from the Michigan opioid healing and recovery fund
19 since the creation of the fund.

20 (b) Revenues deposited into and expenditures and encumbrances
21 from the Michigan opioid healing and recovery fund during the
22 previous 6 months.

23 (c) Estimated revenues to be deposited into and the spending
24 plan for the Michigan opioid healing and recovery fund for the next
25 12 months.

26 Sec. 918. On a quarterly basis, providing monthly data, the
27 department shall submit a report to the standard report recipients
28 on the amount of funding paid to PIHPs to support the Medicaid
29 managed mental health care program. The report must include



1 information on the total paid to each PIHP, per capita rate paid
2 for each eligibility group for each PIHP, the number of cases in
3 each eligibility group for each PIHP, and a year-to-date summary of
4 eligibles and expenditures for the Medicaid managed mental health
5 care program.

6 Sec. 920. As part of the Medicaid rate-setting process for
7 behavioral health services, the department shall work with PIHP
8 network providers and actuaries to include, as part of the Medicaid
9 rate, state and federal wage and compensation increases that
10 directly impact staff who provide Medicaid-funded community living
11 supports, personal care services, respite services, skill-building
12 services, and other supports and services that the department
13 determines are similar.

14 Sec. 922. From the funds appropriated in part 1 for behavioral
15 health program administration, the department shall allocate
16 \$1,600,000.00 to a nonprofit organization organized under the laws
17 of this state that is exempt from federal income tax under section
18 501(c)(3) of the internal revenue code of 1986, 26 USC 501, and is
19 located in a city with a population between 66,000 and 67,000
20 according to the most recent federal decennial census as follows:

21 (a) \$1,000,000.00 for an initiative focused on training and
22 educating primary care physicians to screen and treat mild to
23 moderate behavioral health issues, increasing use of telehealth,
24 supporting the use of health information exchange for closed-loop
25 referrals to connect primary care physicians to licensed behavioral
26 health providers, and peer recovery support services.

27 (b) \$600,000.00 to administer an online and interactive
28 version of the protected health information consent tool and make
29 any revisions to the tool to reflect any recent legislative



1 changes. The contracting entity that receives funds appropriated in
2 this section shall also develop accompanying trainings and
3 resources for users. Additionally, the contracting entity that
4 receives funds appropriated in this section shall work closely with
5 the Michigan health information network and the department to
6 develop the technical specifications for integrating the protected
7 health information consent tool with other relevant systems and
8 applications, including, but not limited to, CareConnect 360.

9 Sec. 924. From the funds appropriated in part 1, for the
10 purposes of actuarially sound rate certification and approval for
11 Medicaid behavioral health managed care programs, the department
12 shall maintain a fee schedule for autism services reimbursement
13 rates for direct services. Expenditures used for rate setting shall
14 not exceed the rates identified in the fee schedule. The fee
15 schedule must include a rate for behavioral technicians that is not
16 less than \$62.00 per hour.

17 Sec. 926. (1) From the funds appropriated in part 1 for
18 community substance use disorder prevention, education, and
19 treatment, \$1,500,000.00 is allocated for a specialized substance
20 use disorder detoxification project administered by a 9-1-1 service
21 district in conjunction with a substance use and case management
22 provider. The project must be located at a hospital within a 9-1-1
23 service district with at least 600,000 residents and 15 member
24 communities and that is located within a county with a population
25 of at least 1,500,000 according to the most recent federal
26 decennial census.

27 (2) The substance use and case management provider receiving
28 funds under this section shall collect and submit to the department
29 data on the outcomes of the project throughout the duration of the



1 project and the department shall submit a report on the project's
2 outcomes to the standard report recipients.

3 Sec. 928. (1) Each PIHP shall provide, from the PIHP's
4 internal resources, local funds to be used as a part of the state
5 match required under the Medicaid program in order to increase
6 capitation rates for PIHPs. The local funds must not include either
7 of the following:

8 (a) State funds received by a CMHSP for services provided to
9 non-Medicaid recipients.

10 (b) The state matching portion of the Medicaid capitation
11 payments made to a PIHP.

12 (2) Not later than April 1 of the current fiscal year, the
13 department shall report to the standard report recipients on the
14 lapse by PIHP from the previous fiscal year and the projected lapse
15 by PIHP in the current fiscal year.

16 Sec. 929. From the funds appropriated in part 1 for Michigan
17 Clinical Consultation and Care, the department shall allocate at
18 least \$350,000.00 to address needs in a city in which a declaration
19 of emergency was issued because of drinking water contamination.

20 Sec. 930. From the funds appropriated in part 1 for community
21 substance use disorder prevention, education, and treatment, the
22 department shall allocate \$1,500,000.00 for comprehensive addiction
23 medicine training programming, including anti-stigma education,
24 fellowship graduate medical education positions, and addiction
25 specialist physicians.

26 Sec. 935. A county required under the mental health code, 1974
27 PA 258, MCL 330.1001 to 330.2106, to provide matching funds to a
28 CMHSP for mental health services rendered to residents in the
29 county's jurisdiction shall pay the matching funds in equal



1 installments on not less than a quarterly basis throughout the
2 fiscal year, with the first payment being made by October 1 of the
3 current fiscal year.

4 Sec. 940. (1) In accordance with section 236 of the mental
5 health code, 1974 PA 258, MCL 330.1236, the department shall review
6 expenditures for each CMHSP to identify any CMHSP with a projected
7 allocation surplus and to identify any CMHSP with a projected
8 allocation shortfall. The department shall encourage the board of a
9 CMHSP with a projected allocation surplus to concur with the
10 department's recommendation to reallocate the projected surplus to
11 a CMHSP with a projected allocation shortfall.

12 (2) A CMHSP that has its projected surplus reallocated during
13 the current fiscal year as described in subsection (1) is not
14 eligible for an additional funding reallocation during the
15 remainder of the current fiscal year, unless the CMHSP is
16 responding to a public health emergency as determined by the
17 department.

18 (3) A CMHSP shall report to the department on a proposed
19 reallocation described in this section at least 30 days before the
20 reallocation takes effect.

21 (4) The department shall notify the chairs of the
22 appropriation subcommittees on the department budget when a request
23 is made and when the department grants approval for a reallocation
24 described in subsection (1). Not later than September 30 of the
25 current fiscal year, the department shall submit a report on the
26 amount of funding reallocated to the standard report recipients.

27 Sec. 942. A CMHSP shall provide at least 30 days' notice
28 before reducing, terminating, or suspending a service provided by
29 the CMHSP to a CMHSP client, unless the service is authorized by a



1 physician and the service no longer meets established criteria for
2 medical necessity.

3 Sec. 960. (1) From the funds appropriated in part 1 for autism
4 services, the department shall continue to cover all Medicaid
5 autism services to Medicaid enrollees eligible for the services
6 that were covered on January 1, 2019.

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

9 (a) Not later than March 1 of the current fiscal year, develop
10 and implement specific written guidance for standardization of
11 Medicaid PIHPs and CMHSPs autism spectrum disorder administrative
12 services, including, but not limited to, reporting requirements,
13 coding, and reciprocity of credentialing and training between PIHPs
14 and CMHSPs to reduce administrative duplication at the PIHP, CMHSP,
15 and service provider levels.

16 (b) Require consultation with the client's evaluation
17 diagnostician and PIHP to approve the client's ongoing therapy for
18 3 years, unless the client's evaluation diagnostician recommended
19 an evaluation before the 3 years or if a clinician on the treatment
20 team recommended an evaluation for the client before the third
21 year.

22 (c) Limit the authority to perform a diagnostic evaluation for
23 Medicaid autism services to qualified licensed practitioners as
24 determined by the department and CMHSP.

25 (d) Allow and expand the utilization of telemedicine and
26 telepsychiatry to increase access to diagnostic evaluation
27 services.

28 (e) Coordinate with the department of insurance and financial
29 services on oversight for compliance with the Paul Wellstone and



1 Pete Domenici mental health parity and addiction equity act of
2 2008, Public Law 110-343, as it relates to autism spectrum disorder
3 services, to ensure appropriate cost sharing between public and
4 private payers.

5 (f) Require that Medicaid eligibility be confirmed through
6 prior evaluations conducted by physicians, psychiatric nurse
7 practitioners, physician's assistant with training, experience, or
8 expertise in autism spectrum disorders or behavioral health, or
9 fully credentialed psychologists to the extent possible.

10 (g) Maintain regular statewide provider trainings on autism
11 spectrum disorder standard clinical best practice guidelines for
12 treatment and diagnostic services.

13 (3) Not later than March 1 of the current fiscal year, the
14 department shall submit a report to the standard report recipients
15 on total autism services spending broken down by PIHP and CMHSP for
16 the previous fiscal year and current fiscal year and total
17 administrative costs broken down by PIHP, CMHSP, and the type of
18 administrative cost for the previous fiscal year and current fiscal
19 year.

20 Sec. 962. For special projects involving high-need children or
21 adults, including the not guilty by reason of insanity population,
22 the department may contract directly with providers of services to
23 the children and adults described in this section.

24 Sec. 972. From the funds appropriated in part 1 for behavioral
25 health program administration, the department shall allocate not
26 less than \$11,286,400.00 of general fund/general purpose revenue
27 and any associated federal match or federal grant funding,
28 including, but not limited to, associated federal 988 grant funding
29 for the mental health telephone access line known as the Michigan



1 crisis and access line (MiCAL), to provide for both of the
 2 following in accordance with section 165 of the mental health code,
 3 1974 PA 258, MCL 330.1165:

4 (a) Primary coverage in a region where a regional national
 5 suicide prevention lifeline center does not provide coverage.

6 (b) Statewide secondary coverage.

7 Sec. 974. The department and a PIHP shall allow an individual
 8 with an intellectual or developmental disability who receives
 9 supports and services from a CMHSP to instead receive supports and
 10 services from another provider if the individual is eligible and
 11 qualified to receive supports and services from another provider.
 12 Other providers may include, but are not limited to, MIChoice and
 13 PACE.

14 Sec. 978. From the funds appropriated in part 1 for community
 15 substance use disorder prevention, education, and treatment and
 16 recovery community organizations, the department shall allocate
 17 \$3,000,000.00, with \$1,800,000.00 allocated on a 1-time basis, as
 18 grants for recovery community organizations in accordance with
 19 section 273b of the mental health code, 1974 PA 258, MCL 330.1273b.
 20 A grant must be used to offer or expand recovery support center
 21 services or recovery community center services to individuals
 22 seeking long-term recovery from substance use disorders.

23 Sec. 995. (1) From the funds appropriated in part 1 for mental
 24 health diversion council, the department shall allocate
 25 \$3,850,000.00 to continue to implement the jail diversion pilot
 26 programs that are intended to address the recommendations of the
 27 mental health diversion council.

28 (2) Not later than March 1 of the current fiscal year, the
 29 department shall submit a report to the standard report recipients



1 on the planned allocation of the funds appropriated for the mental
2 health diversion council.

3 (3) As used in this section, "mental health diversion council"
4 means the council as that term is defined in section 207e of the
5 mental health code, 1974 PA 258, MCL 330.1207e.

6 Sec. 996. From the funds appropriated in part 1 for family
7 support subsidy, the department shall make monthly payments of
8 \$300.36 to a parent or legal guardian of a child approved for the
9 family support subsidy by a CMHSP.

10 Sec. 997. The department shall use population data from the
11 most recent federal data from the United States Census Bureau in
12 determining the distribution of substance use disorder block grant
13 funds.

14 Sec. 998. If the department decides to use census data to
15 distribute state general funds to CMHSPs, the department shall use
16 the most recent federal data from the United States Census Bureau.
17

18 **BEHAVIORAL HEALTH SERVICES**

19 Sec. 1001. Not later than December 31 of the current fiscal
20 year, each CMHSP shall submit a report to the department that
21 identifies populations being served by the CMHSP broken down by
22 program eligibility category. The report must also include the
23 percentage of the operational budget that is related to program
24 eligibility enrollment. Not later than February 15 of the current
25 fiscal year, the department shall submit the reports described in
26 this section to the standard report recipients.

27 Sec. 1002. (1) The department shall expand the certified
28 community behavioral health clinic demonstration to include
29 organizations that meet both of the following criteria:



1 (a) Be either a current CMHSP or an eligible organization as
 2 defined in section 223(a)(2)(F) of the protecting access to
 3 Medicare act of 2014, Public Law 113-93, with a CCBHC grant from
 4 the federal substance abuse and mental health services
 5 administration for at least 1 year.

6 (b) Achieve CCBHC certification by meeting all state and
 7 federal requirements by September 1, 2024, unless otherwise
 8 specified in the CCBHC Demonstration Handbook.

9 (2) The funds appropriated in part 1 for the expansion of
 10 CCBHC must prioritize funding for organizations that would provide
 11 CCBHC services in a county that does not already have a CCBHC
 12 located in the county.

13 (3) Not later than March 1 of the current fiscal year, the
 14 department shall submit to the standard report recipients an
 15 outcomes report for CCBHCs during the previous fiscal year that
 16 includes both statewide and CCBHC site-specific information on all
 17 of the following:

18 (a) Total number of distinct individuals served by the CCBHCs.

19 (b) The percentage of individuals served by the CCBHCs that
 20 were Medicaid recipients.

21 (c) The percentage of individuals served by the CCBHCs that
 22 were not Medicaid recipients.

23 (d) Total number of CCBHC daily visits.

24 (e) Total number of CCBHC services provided broken down by the
 25 9 core CCBHC services.

26 (f) Total expenditures from base and supplemental payments.

27 (g) Staffing and vacancy levels of the CCBHCs.

28 Sec. 1003. The department shall notify the Community Mental
 29 Health Association of Michigan when developing a policy or



1 procedure that will impact a PIHP or CMHSP.

2 Sec. 1004. The department shall submit a report to the
3 standard report recipients on any rebased formula changes to either
4 Medicaid behavioral health services or non-Medicaid mental health
5 services 90 days before the department implements the formula
6 change. The notification must include a table showing the changes
7 in funding allocation by PIHP for Medicaid behavioral health
8 services or by CMHSP for non-Medicaid mental health services.

9 Sec. 1005. (1) From the funds appropriated in part 1 for
10 health homes, the department shall maintain the number of
11 behavioral health homes and maintain the number of substance use
12 disorder health homes, in place by PIHP region as of September 30
13 of the previous fiscal year. The department may expand the number
14 of behavioral health homes and the number of substance use disorder
15 health homes in a PIHP region added after October 1 of the current
16 fiscal year.

17 (2) On a semiannual basis, the department shall submit a
18 report to the standard report recipients on the number of
19 individuals being served and expenditures incurred by each PIHP
20 region by site.

21 Sec. 1008. A PIHP and CMHSP shall do all of the following:

22 (a) Work to reduce administration costs by ensuring that PIHP
23 and CMHSP responsible functions are efficient in allowing optimal
24 transition of dollars to the direct services considered most
25 effective in assisting individuals served. Any consolidation of
26 administrative functions must demonstrate, by independent analysis,
27 a reduction in dollars spent on administration resulting in greater
28 dollars spent on direct services. Savings resulting from increased
29 efficiencies must not be applied to PIHP and CMHSP net assets,



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

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

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

11 (d) Whenever possible, promote fair and adequate direct care
12 reimbursement, including, but not limited to, fair wages for direct
13 service workers.

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

24 (2) From the funds appropriated in part 1 for behavioral
25 health community supports and services, the department shall
26 allocate \$30,450,000.00 to reimburse private providers for
27 intensive psychiatric treatments and services that are provided
28 outside of state-operated hospitals and centers and for support
29 efforts related to overseeing community-based programs placement.



1 (3) If a private provider has an existing wait list for
2 intensive psychiatric treatments and services, a reimbursement to
3 the private provider under this section must not be conditioned on
4 the private provider giving wait-list priority to individuals
5 placed with funds appropriated in this section.

6 (4) Not later than March 1 of the current fiscal year, the
7 department shall submit a report to the standard report recipients
8 on all of the following:

9 (a) The types of community supports and services purchased.

10 (b) The quantity, measured by days or other relevant unit of
11 service, of each community support and service purchased.

12 (c) The quantifiable impact the purchase of community supports
13 and services had on the state-operated hospital and center waiting
14 lists during the previous fiscal year.

15 Sec. 1014. (1) From the funds appropriated in part 1 to
16 agencies providing physical and behavioral health services to
17 multicultural populations, the department shall award grants in
18 accordance with the requirements of subsection (2). This state is
19 not liable for any spending above the contract amount. The
20 department shall not release funds until reporting requirements
21 under section 1014 of article 6 of 2023 PA 119 are satisfied.

22 (2) The department shall require each contractor described in
23 subsection (1) that receives greater than \$1,000,000.00 in state
24 grant funding to comply with performance-related metrics to
25 maintain their eligibility for funding. The performance-related
26 metrics shall include, but not be limited to, all of the following:

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



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

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

6 (d) Each contractor or subcontractor shall demonstrate cost-
7 effectiveness.

8 (e) Each contractor or subcontractor shall ensure their
9 ability to leverage private dollars to strengthen and maximize
10 service provision.

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

14 (3) The department shall require an annual report from the
15 contractors described in subsection (2). The annual report, due 60
16 days following the end of the contract period, must include
17 specific information on services and programs provided, the client
18 base to which the services and programs were provided, information
19 on any wraparound services provided, and the expenditures for those
20 services. Not later than February 1 of the current fiscal year, the
21 department must submit the annual reports to the standard report
22 recipients.

23 Sec. 1015. From the funds appropriated in part 1 for federal
24 mental health block grant, the department shall, to the extent
25 possible, provide grants pursuant to federal law to local public
26 entities that provide mental health services and to 1 private
27 entity that has a statewide contract to provide community-based
28 mental health services.

29



1 **STATE PSYCHIATRIC HOSPITALS AND FORENSIC MENTAL HEALTH SERVICES**

2 Sec. 1051. The department shall continue a revenue recapture
3 project to generate additional revenues from third parties related
4 to cases that have been closed or are inactive. A portion of
5 revenues collected through the project's efforts may be used for
6 departmental costs and contractual fees associated with retroactive
7 collections under the project and to improve ongoing departmental
8 reimbursement management functions.

9 Sec. 1052. The department shall use gifts and bequests
10 received for patient living and treatment environments for
11 additional private funds to provide specific enhancements for
12 individuals residing at state-operated facilities. The department
13 shall use the gifts and bequests consistent with the stipulation of
14 the donor. The department shall use gift and bequest donations
15 within 3 years unless otherwise stipulated by the donor.

16 Sec. 1055. (1) The department shall not implement a closure or
17 consolidation of a state hospital, center, or agency, until each
18 CMHSP or PIHP affected by the closure or consolidation has programs
19 and services in place for the individuals currently in the
20 hospital, center, or agency that is to be closed or consolidated,
21 and has a plan for providing services to the individuals who would
22 have been admitted to the hospital, center, or agency.

23 (2) A closure or consolidation is dependent on adequate
24 department-approved CMHSP and PIHP plans that include a discharge
25 and aftercare plan for each individual currently in a facility
26 described in subsection (1). A discharge and aftercare plan must
27 address an individual's housing needs. A homeless shelter or
28 similar temporary shelter arrangement is inadequate to meet an
29 individual's housing needs.



1 (3) Four months after a closure is certified under section
2 19(6) of the state employees' retirement act, 1943 PA 240, MCL
3 38.19, the department shall provide a closure plan to the standard
4 report recipients.

5 (4) On the closure of a hospital, center, or agency and after
6 transitional costs have been paid, the remaining balances of funds
7 appropriated for the hospital, center, or agency must be
8 transferred to CMHSPs or PIHPs responsible for providing services
9 for individuals previously served by the hospital, center, or
10 agency.

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

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

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



1 (a) The average wait time from the time of the receipt of a
2 court order for the treatment of an individual who is determined
3 incompetent to stand trial until the individual's admission to the
4 center for forensic psychiatry or other state-operated psychiatric
5 facility.

6 (b) The average number of individuals determined not guilty by
7 reason of insanity by an order of the probate court who, on the
8 first day of each month, are waiting to receive admission into the
9 center for forensic psychiatry or other state-operated psychiatric
10 facility. The average described in this subdivision must be
11 calculated based on the most recent 12 months.

12 (c) The average number of adults who, on the first day of each
13 month, are waiting to receive admission into another state-operated
14 hospital or center through the civil admissions process. The
15 average described in this subdivision must be calculated based on
16 the most recent 12 months.

17 (d) The average number of children who, on the first day of
18 each month, are waiting to receive admission into another state-
19 operated hospital or center through the civil admissions process.
20 The average described in this subdivision must be calculated based
21 on the most recent 12 months.

22 (e) The average wait time for an adult who is awaiting
23 admission into another state-operated hospital or center through
24 the civil admissions process. The average described in this
25 subdivision must be calculated based on the most recent 12 months.

26 (f) The average wait time for a child who is awaiting
27 admission into another state-operated hospital or center through
28 the civil admissions process. The average described in this
29 subdivision must be calculated based on the most recent 12 months.



1 (g) The number of individuals determined not guilty by reason
2 of insanity or incompetent to stand trial by an order of a probate
3 court that have been determined to be ready for discharge to the
4 community, and the average wait time between being determined to be
5 ready for discharge to the community and actual community
6 placement.

7 (h) The number of adults admitted through the civil admission
8 process that have been determined to be ready for discharge to the
9 community, and the average wait time between being determined to be
10 ready for discharge to the community and actual community
11 placement.

12 (i) The number of children admitted through the civil
13 admission process that have been determined to be ready for
14 discharge to the community, and the average wait time between being
15 determined to be ready for discharge to the community and actual
16 community placement.

17 (j) The most recent 12-month total number of individuals
18 determined not guilty by reason of insanity by an order of the
19 probate court ordering the individual to be admitted into the
20 center for forensic psychiatry or other state-operated psychiatric
21 facility.

22 (k) The most recent 12-month total number of adults requested
23 to be admitted to a state-operated hospital or center through the
24 civil admissions process.

25 (l) The most recent 12-month total number of children requested
26 to be admitted to a state-operated hospital or center through the
27 civil admissions process.

28 (m) The number of individuals determined not guilty by reason
29 of insanity by an order of the probate court that were removed from



1 the admissions waiting list and the reason for the removal from the
2 admissions waiting list.

3 (n) The number of adults awaiting admission through the civil
4 admission process removed from the admission waiting list and the
5 reason for the removal from the admission waiting list.

6 (o) The number of children awaiting admission through the
7 civil admission process removed from the admission waiting list and
8 the reason for the removal from the admission waiting list.

9 (p) The number of individuals determined not guilty by reason
10 of insanity by an order of the probate court and not admitted into
11 the center for forensic psychiatry or other state-operated hospital
12 or center, and the rationale for the individual not being admitted.

13 (q) The number of adults not admitted into the other state-
14 operated hospitals or centers through the civil admissions process
15 and the rationale for the individual not being admitted.

16 (r) The number of children not admitted into a state-operated
17 hospital or center through the civil admission process and the
18 rationale for the individual not being admitted.

19 (2) Not later than April 1 of the current fiscal year, the
20 department shall submit a report to the standard report recipients
21 of this part on the outcomes and performance measures required
22 under subsection (1).

23 Sec. 1060. Not later than March 1 of the current fiscal year,
24 the department shall submit a report on mandatory overtime, staff
25 turnover, and staff retention at the state psychiatric hospitals
26 and centers to the standard report recipients. The report must
27 include, but is not limited to, the following:

28 (a) The number of direct care and clinical staff positions
29 that are currently vacant by hospital, and how that number compares



1 to the number of vacancies during the previous fiscal year.

2 (b) A breakdown of voluntary and mandatory overtime hours
3 worked by position and by hospital, and how that breakdown compares
4 to the breakdown of voluntary and mandatory overtime hours during
5 the previous fiscal year.

6 (c) The ranges of wages paid by position and by hospital, and
7 how the ranges of wages paid compare to wages paid during the
8 previous fiscal year.

9 Sec. 1062. Not later than March 1 of the current fiscal year,
10 the department shall provide an update on their 5-year plan from
11 the fiscal year ending September 30, 2022 to address the need for
12 adult and children's inpatient psychiatric beds to the standard
13 report recipients. The report must include updated recommendations
14 for utilizing both public and private partnership beds, including
15 the following information:

16 (a) The recommended number of public adult beds for
17 individuals determined not guilty by reason of insanity or
18 incompetent to stand trial by an order of the probate court versus
19 the current number of available beds for this purpose.

20 (b) The recommended number of public civil admission adult
21 beds versus the current number of available beds for this purpose.

22 (c) The recommended number of public civil admission children
23 beds versus the current number of available beds for this purpose.

24 (d) The recommended number of public-private partnership adult
25 beds for individuals determined not guilty by reason of insanity or
26 incompetent to stand trial by an order of the probate court versus
27 the current number of available beds for this purpose.

28 (e) The recommended number of public-private partnership civil
29 admission adult beds versus the current number of available beds



1 for this purpose.

2 (f) The recommended number of public-private partnership civil
3 admission children beds versus the current number of available beds
4 for this purpose.

5 Sec. 1063. (1) From the funds appropriated in part 1 for
6 Walter P. Reuther psychiatric hospital - adult, children, and
7 adolescents, the department shall maintain a psychiatric
8 transitional unit and children's transition support team. The unit
9 and support team described in this subsection shall augment the
10 continuum of behavioral health services for high-need youth and
11 provide additional continuity of care and transition into
12 supportive community-based services.

13 (2) The outcome and performance measures for the unit and
14 support team described in subsection (1) include, but are not
15 limited to, the following:

16 (a) The rate of rehospitalization for youth served through the
17 unit or support team at 30 and 180 days.

18 (b) The measured change in the Child and Adolescent Functional
19 Assessment Scale for children served through the unit or support
20 team.

21

22 **HEALTH AND HUMAN SERVICES POLICY AND INITIATIVES**

23 Sec. 1140. From the funds appropriated in part 1 for primary
24 care services, \$400,000.00 is allocated to free health clinics
25 operating in this state. The department shall distribute the funds
26 equally to each free health clinic. As used in this section, "free
27 health clinic" means a nonprofit organization that uses a volunteer
28 health professional to provide care to an uninsured individual.

29 Sec. 1141. (1) From the funds appropriated in part 1 for



1 critical health and wellness center operations, the department
2 shall allocate \$1,500,000.00 to operate a health and wellness hub
3 that is located in a county with a population between 66,600 and
4 66,700 according to the most recent federal decennial census and
5 that includes an FQHC located on-site. The health and wellness hub
6 shall provide health services and child care services in a manner
7 that increases access to affordable services.

8 (2) The department shall allocate \$750,000.00 of the funding
9 described in this section to a nonprofit organization organized
10 under the laws of this state that is exempt from federal income tax
11 under section 501(c)(3) of the internal revenue code of 1986, 26
12 USC 501, and that is located in a county with a population between
13 600,000 and 700,000 according to the most recent federal decennial
14 census.

15 (3) The department shall allocate \$750,000.00 of the funding
16 described in this section to an FQHC that operates in 6 counties of
17 this state and that has its main office located in a county with a
18 population between 600,000 and 700,000 according to the most recent
19 federal decennial census.

20 Sec. 1143. From the funds appropriated in part 1 for primary
21 care services, the department shall allocate no less than
22 \$675,000.00 for island primary health care access and services
23 including island clinics, in the following amounts:

- 24 (a) Beaver Island, \$250,000.00.
25 (b) Mackinac Island, \$250,000.00.
26 (c) Drummond Island, \$150,000.00.
27 (d) Bois Blanc Island, \$25,000.00.

28 Sec. 1145. The department shall take steps necessary to work
29 with the Indian Health Service, tribal health program facilities,



1 or Urban Indian Health Program facilities, that provide services
 2 under a contract with a Medicaid managed care entity to ensure that
 3 the facilities described in this section receive the maximum amount
 4 allowable under federal law for Medicaid services.

5 Sec. 1147. From the funds appropriated in part 1 for cellular
 6 therapy for Versiti Michigan, \$750,000.00 is allocated to Versiti
 7 Michigan. The funds must be used to enhance the collection of fetal
 8 umbilical cord blood and stem cells for transplant, expand cord
 9 blood laboratory capabilities, expand the diversity of collections,
 10 and build information technology infrastructure.

11 Sec. 1153. From the funds appropriated in part 1 for crime
 12 victim rights sustaining grants, the department shall allocate
 13 \$102,600.00 of state general fund/general purpose revenue for a
 14 sexual assault nurse examiners program at a hospital that is
 15 located in a city with a population between 21,600 and 21,700 in a
 16 county with a population between 64,300 and 64,400, according to
 17 the most recent federal decennial census. The funds allocated under
 18 this section must be used to support staff compensation and
 19 training, victim needs, and community awareness, education, and
 20 prevention programs.

21 Sec. 1155. (1) From the funds appropriated in part 1 for the
 22 uniform statewide sexual assault evidence kit tracking system, in
 23 accordance with the final report of the Michigan sexual assault
 24 evidence kit tracking and reporting commission, the department
 25 shall allocate \$369,500.00 for administering a uniform statewide
 26 sexual assault evidence kit tracking system. The system must
 27 include all of the following:

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



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

4 (c) Secure electronic access for victims.

5 (d) The ability to accommodate concurrent data entry with kit
6 collection through mechanisms that include, but are not limited to,
7 web entry through computers or smartphones, and through scanning
8 devices.

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

17 Sec. 1157. From the funds appropriated in part 1 for child
18 advocacy centers - supplemental grants, the department shall
19 allocate \$2,000,000.00 to provide additional funding to child
20 advocacy centers to support the general operations of child
21 advocacy centers. The department shall allocate the additional
22 funding to each center consistent with the regular allocation
23 formula for the child advocacy centers. The purpose of the
24 additional funding is to increase the amount of services provided
25 to children and their families who are victims of abuse over the
26 amount provided in the previous fiscal year.

27 Sec. 1158. From the funds appropriated in part 1 for crime
28 victim rights sustaining grants, the department shall allocate
29 \$29,897,400.00 to supplement the loss of federal victims of crime



1 act and state crime victim rights funding. The department must
2 distribute the funds consistent with the regular allocation formula
3 for crime victim justice grants and crime victim rights services
4 grants.

5 Sec. 1159. (1) From the funds appropriated in part 1 for
6 community health programs, the department shall support
7 preventative health supports and services in regions with high
8 health care access and outcome disparities. The department shall
9 use the funds appropriated pursuant to this section to provide for
10 all of the following:

11 (a) Financial support for the creation and operation of
12 community-based health clinics. A community-based health clinic
13 shall provide preventative health supports and services, be
14 established in communities with high social vulnerability and
15 health disparities, and be operated in cooperation with trusted
16 community partners with demonstrated experience in serving as an
17 access point for preventative health supports and services.

18 (b) Financial support for the operation of healthy community
19 zones. The zones must utilize long-term strategies to address
20 access to healthy food, affordable housing, and safety networks.

21 (c) Financial support for the operation of mobile health units
22 to provide preventative health services for individuals residing in
23 areas with high disparities in health care outcome and access.

24 (2) Not later than March 1 of the current fiscal year, the
25 department shall submit to the standard report recipients a report
26 on the outcome of the community health programs described in
27 subsection (1). The report must include, but is not limited to, all
28 of the following:

29 (a) The list of communities served.



1 (b) The types of health services offered by grant recipients.

2 (c) A spending report from the grant recipients.

3
4 **EPIDEMIOLOGY, EMERGENCY MEDICAL SERVICES, AND LABORATORY**

5 Sec. 1180. From the funds appropriated in part 1 for
6 epidemiology administration and for childhood lead program, the
7 department shall maintain a public health drinking water unit and
8 maintain enhanced efforts to monitor child blood lead levels. The
9 public health drinking water unit shall ensure that appropriate
10 investigations of potential health hazards occur for all community
11 and noncommunity drinking water supplies where chemical exceedances
12 of action levels, health advisory levels, or maximum contaminant
13 limits are identified. The goals of the childhood lead program must
14 include improving the identification of children affected by lead
15 exposure, improving the timeliness of case follow-up, and attaining
16 nurse care management for children with lead exposure, and to
17 achieve a long-term reduction in the percentage of children in this
18 state with elevated blood lead levels.

19 Sec. 1181. From the funds appropriated in part 1 for
20 epidemiology administration, the department shall maintain a vapor
21 intrusion response unit. The vapor intrusion response unit shall
22 assess risks to public health at vapor intrusion sites and respond
23 to vapor intrusion risks if appropriate. The goals of the vapor
24 intrusion response unit must include reducing the number of
25 individuals who are exposed to toxic substances through vapor
26 intrusion and improving health outcomes for individuals who are
27 identified as having been exposed to vapor intrusion.

28 Sec. 1182. Not later than April 1 of the current fiscal year,
29 the department shall submit a report to the standard report



1 recipients on the expenditures and activities undertaken by the
2 lead abatement program during the previous fiscal year using the
3 funds previously appropriated for the healthy homes program. The
4 report must include, but is not limited to, a funding allocation
5 schedule, the expenditures by category of expenditure and by
6 subcontractor, the revenues received, a description of program
7 elements, the number of housing units abated of lead-based paint
8 hazards, and a description of program accomplishments and progress.

9 Sec. 1186. (1) From the funds appropriated in part 1 for
10 emergency medical services program, the department shall allocate
11 \$2,000,000.00 for a stroke and STEMI system. The department shall
12 integrate the stroke and STEMI system into the statewide trauma
13 care system within the emergency medical services system and shall
14 ensure that the stroke and STEMI system complies with at least all
15 of the following requirements:

16 (a) A requirement that a facility is designated as a stroke
17 and STEMI facility if the department verifies that national
18 certification or accreditation standards for the facility have been
19 met.

20 (b) A requirement that a hospital is not required to be
21 designated as providing certain levels of care for stroke or STEMI.

22 (c) A requirement to develop and use stroke and STEMI
23 registries that utilize nationally recognized data platforms with
24 confidentiality standards.

25 (2) Not later than March 1 of the current fiscal year, the
26 department shall submit a report to the standard report recipients
27 on the expenditures and activities undertaken by the stroke and
28 STEMI system in the previous fiscal year from the funds
29 appropriated under section 1186(1) of article 6 of 2021 PA 87. The



1 report must include, but is not limited to, a funding allocation
 2 schedule, expenditures by category of expenditure and by vendor or
 3 grantee, and a description of program accomplishments and progress.

4 Sec. 1187. From the funds appropriated in part 1 for emergency
 5 medical services program, the department shall allocate
 6 \$2,000,000.00, of which \$500,000.00 is allocated on a 1-time basis,
 7 to develop and implement a system to support ground emergency
 8 medical transport. Funding must be used to develop a system for
 9 obtaining and recording federal Medicaid funding for the program.
 10 The department may apply for federal funds to support the program.
 11

12 **LOCAL HEALTH AND ADMINISTRATIVE SERVICES**

13 Sec. 1220. The amount appropriated in part 1 for
 14 implementation of the 1993 additions of or amendments to sections
 15 9161, 16221, 16226, 17014, 17015, and 17515 of the public health
 16 code, 1978 PA 368, MCL 333.9161, 333.16221, 333.16226, 333.17014,
 17 333.17015, and 333.17515, must be used to reimburse local health
 18 departments for costs incurred to implement section 17015(18) of
 19 the public health code, 1978 PA 368, MCL 333.17015.

20 Sec. 1221. If a county that participates in a district health
 21 department or has an associated arrangement with another local
 22 health department takes action to stop participating in that
 23 arrangement after October 1 of the current fiscal year, the
 24 department may assess a penalty from the local health department's
 25 operational accounts in an amount equal to no more than 6.25% of
 26 the local health department's essential local public health
 27 services funding. The department shall assess a penalty only if a
 28 county requests the dissolution of the county's local health
 29 department.



1 Sec. 1222. (1) The department shall prospectively allocate
2 funds appropriated in part 1 for essential local public health
3 services to local health departments to support immunizations,
4 infectious disease control, sexually transmitted disease control
5 and prevention, hearing screening, vision services, food
6 protection, public water supply, private groundwater supply, and
7 on-site sewage management. The department shall consult with the
8 department of agriculture and rural development before allocating
9 funds for food protection under this section. The department shall
10 consult with the department of environment, Great Lakes, and energy
11 before allocating funds for public water supply, private
12 groundwater supply, and on-site sewage management under this
13 section.

14 (2) The department shall not distribute funds under subsection
15 (1) to a county unless the county maintains local spending in the
16 current fiscal year in an amount that is equal to or exceeds the
17 amount the county expended in fiscal year 1992-1993 for the
18 services described in subsection (1).

19 (3) Not later than February 1 of the current fiscal year, the
20 department shall submit a report to the standard report recipients
21 on the planned allocation of the funds appropriated for essential
22 local public health services.

23 (4) The department shall continue to implement the
24 distribution formula for allocating essential local public health
25 services funding to local health departments as specified in
26 section 1234 of article X of 2018 PA 207.

27 (5) From the funds appropriated in part 1 for essential local
28 public health services, each local public health department is
29 allocated not less than the amount allocated to that local public



1 health department during the previous fiscal year.

2 Sec. 1227. The department shall establish criteria for all
3 funds allocated for health and wellness initiatives. The criteria
4 must include a requirement that a program receiving funding is
5 evidence-based and supported by research, includes interventions
6 that have been shown to demonstrate outcomes that lower cost and
7 improve quality, and is designed for statewide impact. The
8 department shall give preference to a program that uses the funding
9 as match for additional resources, including, but not limited to,
10 federal sources.

11 Sec. 1231. (1) From the funds appropriated for local health
12 services, up to \$4,750,000.00 is allocated for grants to local
13 health departments to support PFAS response and emerging public
14 health threat activities. The department shall allocate a portion
15 of the funding in a collaborative fashion with local health
16 departments in jurisdictions experiencing PFAS contamination. The
17 department shall allocate the remainder of the funding to address
18 infectious and vector-borne disease threats, and other
19 environmental contamination issues, including, but not limited to,
20 vapor intrusion, drinking water contamination, and lead exposure.
21 The department shall allocate the funding to address issues
22 including, but not limited to, staffing, planning and response, and
23 creating and disseminating materials related to PFAS contamination
24 issues and other emerging public health issues and threats.

25 (2) Not later than March 1 of the current fiscal year, the
26 department shall submit a report to the standard report recipients
27 on actual expenditures in the previous fiscal year and planned
28 spending in the current fiscal year of the funds described in
29 subsection (1). The report must include recipient entities, the



1 amount of allocation, the general category of allocation, and
2 detailed uses.

3 Sec. 1232. The department may work to ensure that the United
4 States Department of Defense reimburses the state for costs
5 associated with PFAS and environmental contamination response at
6 military training sites and support facilities.

7 Sec. 1233. The department shall not expend general fund and
8 state restricted fund appropriations in part 1 for PFAS and
9 environmental contamination response if federal funding or private
10 grant funding is available for the same expenditures.

11 Sec. 1239. The department shall participate in and give
12 necessary assistance to the Michigan PFAS action response team
13 (MPART) pursuant to Executive Order No. 2019-03. The department
14 shall collaborate with MPART and other departments to carry out
15 appropriate activities, actions, and recommendations as coordinated
16 by MPART. Efforts must be continuous to ensure that the
17 department's activities are not duplicative with activities of
18 another department or agency.

19 Sec. 1240. From the funds appropriated in part 1 for chronic
20 disease control and health promotion administration, \$70,000.00 is
21 allocated to support a rare disease advisory council and the
22 responsibilities of the rare disease advisory council, which may
23 include all of the following:

24 (a) Developing a list of rare diseases.

25 (b) Posting the list of rare diseases on the department's
26 website.

27 (c) Updating the list of rare diseases.

28 (d) Investigating and reporting to the legislature on 1 rare
29 disease on the list, and including legislative recommendations in



1 the report to the legislature.

2

3 **FAMILY HEALTH SERVICES**

4 Sec. 1301. (1) Not later than April 1 of the current fiscal
5 year, the department shall submit to the standard report recipients
6 a report on planned allocations from the amounts appropriated in
7 part 1 for local MCH services, prenatal care outreach and service
8 delivery support, family planning local agreements, and pregnancy
9 prevention programs. Using applicable federal definitions, the
10 report must include information on all of the following:

11 (a) The funding allocations.

12 (b) The actual number of women, children, and adolescents
13 served and the amounts expended for each group for the previous
14 fiscal year.

15 (c) A breakdown of the expenditure of the funds between urban
16 and rural communities.

17 (2) The department shall ensure that the distribution of funds
18 through the programs described in subsection (1) takes into account
19 the needs of rural communities.

20 (3) As used in this section, "rural community" means any of
21 the following:

22 (a) A county, city, village, or township with a population of
23 30,000 or less.

24 (b) A county, city, village, or township described in
25 subdivision (a), if it is located within a metropolitan statistical
26 area.

27 Sec. 1306. (1) From the funds appropriated in part 1 for the
28 drinking water declaration of emergency, the department shall
29 allocate funds to address needs in a city in which a declaration of



1 emergency was issued because of drinking water contamination. The
2 funds allocated under this section may be used to support any of
3 the following activities:

4 (a) Nutrition assistance, nutritional and community education,
5 food bank resources, and food inspections.

6 (b) Epidemiological analysis and case management of
7 individuals at risk of elevated blood lead levels.

8 (c) Support for child and adolescent health centers,
9 children's health care access program, and pathways to potential
10 programming.

11 (d) Nursing services, breastfeeding education, evidence-based
12 home visiting programs, intensive services, and outreach for
13 children exposed to lead coordinated through local community mental
14 health organizations.

15 (e) Department local office operations costs.

16 (f) Lead poisoning surveillance, investigations, treatment,
17 and abatement.

18 (g) Nutritional incentives provided to local residents through
19 the double up food bucks expansion program.

20 (h) Genesee County health department food inspectors to
21 perform water testing at local food service establishments.

22 (i) Transportation related to health care delivery.

23 (j) Senior initiatives.

24 (k) Lead abatement contractor workforce development.

25 (l) Any other activity that the department considers
26 appropriate.

27 (2) From the funds appropriated in part 1 for the drinking
28 water declaration of emergency, the department shall allocate
29 \$300,000.00 for Revive Community Health Center for health support



1 services as the center pursues certification as a federally
2 qualified health center.

3 (3) From the funds appropriated in part 1 for the drinking
4 water declaration of emergency, the department shall allocate
5 \$500,000.00 for rides to wellness through the Flint mass
6 transportation authority.

7 Sec. 1308. From the funds appropriated in part 1 for prenatal
8 care outreach and service delivery support, the department shall
9 allocate not less than \$500,000.00 for evidence-based programs to
10 reduce infant mortality. The funds must be used for enhanced
11 support and education to nursing teams or other teams of health
12 professionals that the department considers qualified, client
13 recruitment in areas designated as underserved for obstetrical and
14 gynecological services and in other high-need communities,
15 strategic planning to expand and sustain programs, and marketing
16 and communications of programs to raise awareness, engage
17 stakeholders, and recruit nurses.

18 Sec. 1311. From the funds appropriated in part 1 for prenatal
19 care outreach and service delivery support, the department shall
20 allocate not less than \$2,750,000.00 of state general fund/general
21 purpose revenue for a rural home visit program. The department
22 shall give equal consideration to all eligible evidence-based
23 providers in all regions in contracting for rural home visitation
24 services.

25 Sec. 1312. (1) From the funds appropriated in part 1 for
26 prenatal care and premature birth avoidance grant, the department
27 shall allocate \$1,000,000.00 through a competitive grant process
28 after fulfilling contract obligations between the department and a
29 federal Healthy Start Program located in a county with a population



1 between 600,000 and 700,000 according to the most recent federal
 2 decennial census. The grant described in this subsection must be
 3 used to improve health outcomes before, during, and after pregnancy
 4 and to reduce racial and ethnic differences in infant death rates
 5 and negative maternal outcomes. To be eligible to receive a grant
 6 under this subsection, an organization must partner with health
 7 agencies, and provide support to underserved populations for
 8 women's health, prenatal care, and premature birth avoidance.

9 (2) Not later than March 1 of the current fiscal year, the
 10 department shall submit to the legislature a spending report from
 11 the recipient of a grant under subsection (1).

12 Sec. 1313. (1) From the funds appropriated in part 1, the
 13 department shall continue developing an outreach program on fetal
 14 alcohol syndrome services, targeting health promotion, prevention,
 15 and intervention.

16 (2) The department shall explore federal grant funding to
 17 address prevention services for fetal alcohol syndrome and to
 18 reduce alcohol consumption among pregnant women.

19 (3) Not later than February 1 of the current fiscal year, the
 20 department shall submit a report to the standard report recipients
 21 on planned spending of funds appropriated within the department
 22 budget for fetal alcohol syndrome projects and services. The report
 23 must include, but not be limited to, all of the following
 24 information:

- 25 (a) The appropriation line item.
- 26 (b) The agency or recipient entity of the funds.
- 27 (c) The amount and purpose of the allocation of the funds.
- 28 (d) Detailed uses of the funds.
- 29 (e) A summary of the outcomes accomplished by the funding



1 investments and the metrics used to determine the outcomes, if
2 available.

3 Sec. 1314. From the funds appropriated in part 1, the
4 department shall enhance the department's education and outreach
5 efforts that encourage women of childbearing age to seek the
6 confirmation of a pregnancy at the earliest indication of a
7 possible pregnancy and to initiate continuous and routine prenatal
8 care on the confirmation of a pregnancy. The department shall
9 ensure that the department's programs, policies, and practices
10 promote prenatal and obstetrical care by doing all of the
11 following:

12 (a) Supporting access to care.

13 (b) Reducing and eliminating barriers to care.

14 (c) Supporting recommendations for best practices.

15 (d) Encouraging optimal prenatal habits, including, but not
16 limited to, prenatal medical visits, use of prenatal vitamins, and
17 the cessation of tobacco use, alcohol use, or drug use.

18 (e) Tracking birth outcomes to study improvements in
19 prevalence of neonatal substance exposure, fetal alcohol syndrome,
20 and other preventable neonatal disease.

21 (f) Tracking maternal increase in healthy behaviors following
22 childbirth.

23 Sec. 1315. From the funds appropriated in part 1 for dental
24 programs, \$200,000.00 is allocated to the Michigan Dental
25 Association for the administration of a volunteer dental program
26 that provides dental services to the uninsured.

27 Sec. 1316. The department shall use revenue from permit fees
28 for mobile dental facilities that the department receives under
29 section 21605 of the public health code, 1978 PA 368, MCL



1 333.21605, to offset the costs of processing and issuing permits
2 for mobile dental facilities.

3 Sec. 1325. From the funds appropriated in part 1 for prenatal
4 care outreach and service delivery support, the department shall
5 allocate \$10,000,000.00 to support grants to local collaboratives
6 to enhance the ability of local collaboratives to coordinate and
7 improve maternal and infant health outcomes. To receive a grant
8 under this section, a local collaborative must be a part of a
9 perinatal quality collaborative that provides screening and
10 treatment for perinatal substance use disorder.

11 Sec. 1341. The department shall use income eligibility and
12 verification guidelines established by the Food and Nutrition
13 Service agency of the United States Department of Agriculture to
14 determine eligibility of individuals for the special supplemental
15 nutrition program for women, infants, and children (WIC) as stated
16 in current WIC policy.

17 Sec. 1342. From the funds appropriated in part 1 for family,
18 maternal, and child health administration, the department shall
19 allocate \$500,000.00 for a school children's healthy exercise
20 program to promote and advance physical health for school children
21 in kindergarten through grade 8. The department shall recommend
22 model programs that incorporate evidence-based best practices for
23 program sites to implement. The department shall grant the funds
24 appropriated in part 1 for before- and after-school programs. The
25 department shall establish guidelines for program sites. The
26 program format must encourage local determination of program site
27 activities and encourage including local youth in deciding program
28 site activities. Program goals must include children experiencing
29 improved physical health and access to physical activity



1 opportunities, the reduction of obesity, providing a safe place to
2 play and exercise, and nutrition education. To be eligible to
3 participate, a program site shall provide a 20% match to the state
4 funding, which may be provided in full, or in part, by a
5 corporation, foundation, or private partner. As used in this
6 section, "program sites" means a school, community-based
7 organization, private facility, recreation center, or similar site.

8 Sec. 1343. (1) From the funds appropriated in part 1 for
9 dental programs, the department shall allocate \$4,260,000.00 of
10 state and local funds, plus any private contributions received to
11 support the program, to establish and maintain the dental oral
12 assessment program described in section 9316 of the public health
13 code, 1978 PA 368, MCL 333.9316.

14 (2) Not later than December 31 of the current fiscal year, the
15 department shall submit a report to the standard report recipients
16 that provides a summary of the dental reports the department
17 receives from principals and administrators under section 9316 of
18 the public health code, 1978 PA 368, MCL 333.9316.

19 Sec. 1349. Subject to federal approval, from the funds
20 appropriated in part 1 for immunization program, the department
21 shall allocate all of the following funds to support a statewide
22 media campaign for improving this state's immunization rates:

23 (a) \$740,000.00 of general fund/general purpose revenue.

24 (b) Any available work project funds.

25 (c) Any available federal match through a contract
26 administered by the department with oversight from the behavioral
27 and physical health and aging services administration and the
28 public health administration.

29



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

2 Sec. 1360. From the funds appropriated in part 1, the
3 department may do 1 or more of the following:

4 (a) Provide special formulas for eligible individuals with
5 specified metabolic and allergic disorders.

6 (b) Provide medical care and treatment to eligible individuals
7 with cystic fibrosis who are 26 years of age or older.

8 (c) Provide medical care and treatment to eligible individuals
9 with hereditary coagulation defects, commonly known as hemophilia,
10 who are 26 years of age or older.

11 (d) Provide human growth hormone to eligible individuals.

12 (e) Provide mental health care to eligible individuals for
13 mental health needs that result from, or are a symptom of, the
14 individual's qualifying medical condition.

15 (f) Provide medical care and treatment to eligible individuals
16 with sickle cell disease who are 26 years of age or older.

17 Sec. 1361. From the funds appropriated in part 1 for medical
18 care and treatment, the department may spend the funds to continue
19 developing and expanding telemedicine capacity to allow families
20 with children in the children's special health care services
21 program to access specialty providers more readily and in a more
22 timely manner. The department may spend funds to support chronic
23 complex care management of children enrolled in the children's
24 special health care services program to minimize hospitalizations
25 and reduce costs to the program while improving outcomes and
26 quality of life. As used in this section, "children's special
27 health care services program" or "program" means the program
28 established under section 5815 of the public health code, 1978 PA
29 368, MCL 333.5815.



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AGING SERVICES

Sec. 1402. The department may encourage the Food Bank Council of Michigan to collaborate directly with each area agency on aging and any other organization that provides senior nutrition services to secure the food access of older adults.

Sec. 1404. From the funds appropriated in part 1 for community services, the department shall allocate \$658,000.00 to area agencies on aging for home and community-based services.

Sec. 1417. Not later than March 31 of the current fiscal year, the department shall submit to the standard report recipients a report that contains all of the following information:

(a) The total allocation of state resources made to each area agency on aging by individual program and administration.

(b) Detailed expenditures by each area agency on aging by individual program and administration, including both state-funded resources and locally funded resources.

Sec. 1421. From the funds appropriated in part 1 for community services, \$1,100,000.00 is allocated for locally determined needs that are provided by area agencies on aging.

HEALTH AND AGING SERVICES ADMINISTRATION

Sec. 1505. Not later than March 1 of the current fiscal year, the department shall submit a report to the standard report recipients on the actual reimbursement savings and cost offsets that have resulted from the funds appropriated in part 1 for the office of inspector general and third-party liability efforts in the previous fiscal year.

Sec. 1507. From the funds appropriated in part 1 for office of



1 inspector general, the inspector general shall audit and recoup
 2 inappropriate or fraudulent payments from Medicaid managed care
 3 organizations to health care providers. Unless authorized by
 4 federal law or a law of this state, the department shall not fine,
 5 temporarily halt operations of, disenroll as a Medicaid provider,
 6 or terminate a managed care organization or health care provider
 7 from providing services due to the discovery of an inappropriate
 8 payment found during the course of an audit.

9 Sec. 1510. (1) From the funds appropriated in part 1 for
 10 health services administration, the department shall allocate
 11 \$1,650,000.00 to partner with a health centers careers training
 12 program to provide additional recruitment and training
 13 opportunities for individuals employed in FQHCs operating in this
 14 state.

15 (2) The partnering health centers careers training program
 16 must do all of the following:

17 (a) Provide recruiting and training opportunities for
 18 professions including, but not limited to, medical and dental
 19 assistants, community health workers, doulas, medical billing and
 20 coding professionals, pharmacy technicians, and opticians.

21 (b) Provide paid clinical or internship experience
 22 opportunities for behavioral health students.

23 (c) Provide on-the-job training and apprenticeship
 24 opportunities.

25 (d) Support opportunities to grow workforce and career
 26 opportunities for low-income and underserved communities.

27 Sec. 1518. The department shall coordinate with the department
 28 of licensing and regulatory affairs to ensure that, on the issuance
 29 of an order suspending the license of an adult foster care



1 facility, home for the aged, or nursing home, the department of
 2 licensing and regulatory affairs provides a notice to the
 3 department, to the house and senate appropriations subcommittees on
 4 the department budget, and to the members of the house of
 5 representatives and senate that represent the legislative districts
 6 of the county in which the adult foster care facility, home for the
 7 aged, or nursing home is located.

8

9 **HEALTH SERVICES**

10 Sec. 1601. The department shall use the cost of remedial
 11 services incurred by residents of licensed adult foster care
 12 facilities and licensed homes for the aged to determine financial
 13 eligibility for the medically needy. As used in this section,
 14 "remedial services" includes, but is not limited to, basic self-
 15 care and rehabilitation training for a resident.

16 Sec. 1602. (1) From the funds appropriated in part 1, the
 17 department shall seek federal authority to implement a transitional
 18 Medicaid benefit for incarcerated individuals to provide for not
 19 more than 90 days of health care before release.

20 (2) On a semiannual basis, the department shall report to the
 21 standard report recipients all of the following information:

22 (a) The status of receiving federal authority to implement
 23 this section and estimated start date.

24 (b) The number of incarcerated individuals receiving
 25 transitional Medicaid services in the current fiscal year, by
 26 facility.

27 (c) The cost per case, for each individual, by facility.

28 Sec. 1605. The protected income level for Medicaid coverage
 29 determined under section 106(1)(b)(iii) of the social welfare act,



1 1939 PA 280, MCL 400.106, is 100% of the related public assistance
2 standard.

3 Sec. 1606. For the purpose of guardian and conservator
4 charges, the department may deduct up to \$83.00 per month as an
5 allowable expense against a recipient's income when determining
6 Medicaid eligibility and patient pay amounts.

7 Sec. 1607. (1) The department shall immediately presume that
8 an applicant for Medicaid whose qualifying condition is pregnancy
9 is eligible for Medicaid coverage, unless the preponderance of
10 evidence in the applicant's application indicates otherwise. The
11 applicant who is qualified as described in this subsection is
12 allowed to select or remain with the Medicaid participating
13 obstetrician of the applicant's choice.

14 (2) Each qualifying applicant is entitled to receive all
15 medically necessary obstetrical and prenatal care without
16 preauthorization from a health plan. All claims submitted for
17 payment for obstetrical and prenatal care must be paid at the
18 Medicaid fee-for-service rate if a contract does not exist between
19 the Medicaid participating obstetrical or prenatal care provider
20 and the managed care plan. The applicant must receive a listing of
21 Medicaid physicians and managed care plans in the immediate
22 vicinity of the applicant's residence.

23 (3) If an applicant, presumed to be eligible for Medicaid
24 under subsection (1), is subsequently found to be ineligible, a
25 Medicaid physician or managed care plan that has been providing
26 pregnancy services to the applicant is entitled to reimbursement
27 for the services until the Medicaid physician or managed care plan
28 is notified by the department that the applicant was found to be
29 ineligible for Medicaid.



1 (4) If the preponderance of evidence in an application under
2 subsection (1) indicates that the applicant is not eligible for
3 Medicaid, the department shall refer the applicant to the nearest
4 public health clinic or similar entity as a potential source for
5 receiving pregnancy-related services.

6 (5) The department shall develop an enrollment process for
7 applicants covered under this section that facilitates the
8 selection of a managed care plan at the time of application.

9 (6) The department shall require that Medicaid managed care
10 plans enroll women whose qualifying condition for Medicaid is
11 pregnancy.

12 (7) The department shall encourage physicians to provide an
13 applicant whose qualifying condition for Medicaid is pregnancy with
14 a referral to a Medicaid participating dentist at the applicant's
15 first pregnancy-related appointment.

16 Sec. 1611. (1) For care provided to Medicaid recipients with
17 other third-party sources of payment, Medicaid reimbursement shall
18 not exceed, in combination with such other resources, including
19 Medicare, those amounts established for Medicaid-only patients. The
20 Medicaid payment rate shall be accepted as payment in full. Other
21 than an approved Medicaid copayment, no portion of a provider's
22 charge shall be billed to the recipient or any person acting on
23 behalf of the recipient. This section does not affect the level of
24 payment from a third-party source other than the Medicaid program.
25 The department shall require a nonenrolled provider to accept
26 Medicaid payments as payment in full.

27 (2) Notwithstanding subsection (1), if a hospital service is
28 provided to a dual Medicare/Medicaid recipient with only Medicare
29 part B coverage, the Medicaid reimbursement must equal, when



1 combined with a payment for Medicare or other third-party source of
2 payment, the amount established for a Medicaid-only patient,
3 including a capital payment.

4 Sec. 1620. (1) If a Medicaid claim is a fee-for-service
5 Medicaid claim, the professional dispensing fee for a drug that is
6 listed as a medication on the Michigan pharmaceutical products list
7 is \$20.02 or the pharmacy's submitted dispensing fee, whichever is
8 less.

9 (2) If a Medicaid claim is a fee-for-service Medicaid claim, a
10 drug that is not listed as a specialty medication on the Michigan
11 pharmaceutical products list is as follows:

12 (a) If the drug is indicated as preferred on the department's
13 preferred drug list, \$10.80 or the pharmacy's submitted dispensing
14 fee, whichever is less.

15 (b) If the drug is not on the department's preferred drug
16 list, \$10.64 or the pharmacy's submitted dispensing fee, whichever
17 is less.

18 (c) If the drug is indicated as nonpreferred on the
19 department's preferred drug list, \$9.00 or the pharmacy's submitted
20 dispensing fee, whichever is less.

21 Sec. 1626. (1) Not later than January 15 of the current fiscal
22 year, each pharmacy benefit manager that receives reimbursements,
23 either directly or through a Medicaid health plan, from the funds
24 appropriated in part 1 for medical services must submit all of the
25 following information to the department for the previous fiscal
26 year:

27 (a) The total number of prescriptions that were dispensed.

28 (b) The aggregate fiscal year paid pharmacy claims repriced
29 using the wholesale acquisition cost for each drug on its



1 formulary.

2 (c) The aggregate amount of rebates, discounts, and price
3 concessions that the pharmacy benefit manager received for each
4 drug on its formulary. The aggregate amount of rebates must include
5 any utilization discounts the pharmacy benefit manager received
6 from a manufacturer.

7 (d) The aggregate amount of administrative fees that the
8 pharmacy benefit manager received from all pharmaceutical
9 manufacturers.

10 (e) The aggregate amount identified in subdivisions (b) and
11 (c) that were retained by the pharmacy benefit manager and did not
12 pass through to the department or to the Medicaid health plan.

13 (f) The aggregate amount of reimbursements the pharmacy
14 benefit manager paid to contracting pharmacies.

15 (g) Any other information considered necessary by the
16 department.

17 (2) Not later than March 1 of the current fiscal year, the
18 department shall submit a report including the information provided
19 under subsection (1) to the standard report recipients.

20 (3) Any nonaggregated information submitted under this section
21 is confidential and must not be disclosed to any person by the
22 department. The information described in this subsection is not a
23 public record of the department.

24 Sec. 1628. From the funds appropriated in part 1 for hospital
25 services and therapy and Healthy Michigan plan, the department
26 shall continue to allocate \$3,000,000.00 in general fund/general
27 purpose revenue and any associated federal match to maintain the
28 Medicaid reimbursement rate for dental services provided at
29 ambulatory surgical centers and outpatient hospitals. The funding



1 provided in this section must be used to maintain the minimum rate
2 of reimbursement for dental services provided in ambulatory
3 surgical centers at \$1,495.00 and maintain the minimum rate of
4 reimbursement for dental services provided in outpatient hospitals
5 at \$2,300.00.

6 Sec. 1629. The department shall utilize maximum allowable cost
7 pricing for generic drugs that is based on wholesaler pricing to
8 providers. The wholesaler pricing must be based on the price
9 available from at least 2 wholesalers who deliver drugs in this
10 state.

11 Sec. 1630. Not later than April 1 of the current fiscal year,
12 from the funds appropriated in part 1 for dental services, the
13 department shall submit a report to the standard report recipients
14 on the dental service benefit. The report must cover all of the
15 following areas:

16 (a) Information on the implementation of the Adult Medicaid
17 dental benefit redesign including all of the following information:

18 (i) The number of dental providers, by Medicaid health plan in
19 this state, who provided 1 or more Medicaid dental services in the
20 fiscal year ending September 30, 2022, and the number of additional
21 providers who were added in the previous fiscal year, with a
22 delineation in the reported numbers based on the average payment
23 per visit and before and after the implementation of the Adult
24 Medicaid dental benefit redesign.

25 (ii) The status of enhanced care coordination.

26 (iii) The array of covered dental benefits and services before
27 the Adult Medicaid dental benefit redesign and how the available
28 benefits and services changed or expanded after the Adult Medicaid
29 dental benefit redesign.



1 (b) Information on the Healthy Kids Dental program including
2 all of the following information:

3 (i) The number of children enrolled in the Healthy Kids Dental
4 program who visited the dentist in the previous fiscal year broken
5 down by dental benefit manager.

6 (ii) The number of dentists who accept payment from the Healthy
7 Kids Dental program broken down by dental benefit manager.

8 (iii) The annual change in dental utilization of children
9 enrolled in the Healthy Kids Dental program broken down by dental
10 benefit manager.

11 (iv) Service expenditures for the Healthy Kids Dental program
12 broken down by dental benefit manager.

13 (v) Administrative expenditures for the Healthy Kids Dental
14 program broken down by dental benefit manager.

15 Sec. 1631. (1) The department shall require copayments on
16 dental, podiatric, and vision services provided to Medicaid
17 recipients, except as prohibited by federal law or a law of this
18 state.

19 (2) Except as otherwise prohibited by federal law or a law of
20 this state, the department shall require Medicaid recipients to pay
21 the following copayments:

22 (a) Two dollars for a physician office visit.

23 (b) Three dollars for a hospital emergency room visit.

24 (c) Fifty dollars for the first day of an inpatient hospital
25 stay.

26 (d) Two dollars for an outpatient hospital visit.

27 (e) One dollar for a generic drug or any drug indicated as
28 preferred on the department's preferred drug list and \$3.00 for a
29 brand-name drug not indicated as preferred on the department's



1 preferred drug list.

2 Sec. 1641. An institutional provider that is required to
3 submit a cost report under the Medicaid program shall submit cost
4 reports completed in full not more than 5 months after the end of
5 the institutional provider's fiscal year.

6 Sec. 1644. (1) From the funds appropriated in part 1, the
7 department shall maintain wage subsidy payments to direct care
8 workers and eligible non-clinical staff employed by skilled nursing
9 facilities at the amount in effect on October 1, 2023. This funding
10 must include all costs incurred by the employer, including, but not
11 limited to, payroll taxes, due to the wage increase. As used in
12 this subsection, "direct care workers" means a registered
13 professional nurse, licensed practical nurse, competency-evaluated
14 nursing assistant, and respiratory therapist.

15 (2) From the funds appropriated in part 1, the department
16 shall maintain wage subsidy payments at the amount in effect on
17 October 1, 2023 to direct care workers who are employed by licensed
18 adult foster care facilities and licensed homes for the aged and
19 who provide Medicaid-funded fee-for-service personal care services
20 that were not eligible for any direct care worker pay adjustment
21 under Medicaid-funded managed care. This funding must include all
22 costs incurred by the employer, including, but not limited to,
23 payroll taxes, due to the wage increase.

24 Sec. 1645. (1) From the funds appropriated in part 1, the
25 department shall increase wages by \$0.85 per hour to eligible non-
26 clinical staff employed by skilled nursing facilities from the
27 previous fiscal year. This funding must include all costs incurred
28 by the employer, including payroll taxes, due to the wage increase.

29 (2) The non-clinical staff eligible for the wage increase



1 under subsection (1) are individuals whose costs are reported in
2 the following job classifications in nursing facility institutional
3 cost reports shared with the department:

- 4 (a) Other housekeeping.
- 5 (b) Other maintenance worker.
- 6 (c) Other plant operations.
- 7 (d) Other laundry.
- 8 (e) Dining room assistants.
- 9 (f) Other dietary workers.
- 10 (g) Other medical records.
- 11 (h) Other social services.
- 12 (i) Other diversion therapy.
- 13 (j) Beauty and barber.
- 14 (k) Gift, flower, coffee, and canteen worker.

15 Sec. 1646. From the funds appropriated in part 1, the
16 department shall increase Medicaid reimbursement rates for
17 orthopedic providers to not less than 74% of Medicare reimbursement
18 rates for similar equipment and services.

19 Sec. 1657. (1) The department shall not make reimbursement for
20 Medicaid to screen and stabilize a Medicaid recipient, including
21 stabilization of a psychiatric crisis, in a hospital emergency
22 room, contingent on obtaining prior authorization from the
23 recipient's HMO. If the recipient is discharged from the emergency
24 room, the hospital shall notify the recipient's HMO within 24 hours
25 of the diagnosis and treatment received.

26 (2) If the treating hospital determines that the recipient
27 will require further medical service or hospitalization beyond the
28 point of stabilization, that hospital shall receive authorization
29 from the recipient's HMO prior to admitting the recipient.



1 (3) Subsections (1) and (2) do not require an alteration to an
 2 existing agreement between an HMO and its contracting hospitals and
 3 do not require an HMO to reimburse for services that are not
 4 considered to be medically necessary.

5 Sec. 1662. (1) From the funds appropriated in part 1, the
 6 department shall require an annual external quality review of each
 7 contracting HMO. The external quality review must analyze and
 8 evaluate aggregated information on quality, timeliness, and access
 9 to health care services that the HMO or its contractors furnish to
 10 Medicaid beneficiaries. The department shall create a report
 11 containing each quality review required under this subsection.

12 (2) The department shall require Medicaid HMOs to provide
 13 EPSDT utilization data through the encounter data system, and HEDIS
 14 well child health measures in accordance with the National
 15 Committee for Quality Assurance prescribed methodology.

16 (3) The department shall submit a copy of the analysis of the
 17 Medicaid HMO annual audited reports on HEDIS and the report under
 18 subsection (1) to the standard report recipients within 30 days
 19 after the department's receipt of the final information required
 20 from the contractors.

21 Sec. 1670. (1) The appropriation in part 1 for the MICHild
 22 program is to be used to provide comprehensive health care to all
 23 children under age 19 who reside in families with an income at or
 24 below 212% of the federal poverty level, who are uninsured and have
 25 not had coverage by other comprehensive health insurance within 6
 26 months of applying for MICHild benefits, and who are residents of
 27 this state. The department shall develop detailed eligibility
 28 criteria through the behavioral and physical health and aging
 29 services administration public concurrence process. The eligibility



1 criteria must be consistent with the provisions of this part and
2 part 1.

3 (2) The department shall provide up to 1 year of continuous
4 eligibility to children eligible for the MIChild program.

5 Sec. 1677. From the funds appropriated in part 1 for the
6 MIChild program, the department shall provide, at a minimum, all
7 benefits available under the Michigan benchmark plan that are
8 delivered through contracted providers and consistent with federal
9 law, including, but not limited to, the following medically
10 necessary services:

11 (a) Inpatient mental health services, other than substance use
12 disorder treatment services, including services furnished in a
13 state-operated mental hospital and residential or other 24-hour
14 therapeutically planned structured services.

15 (b) Outpatient mental health services, other than substance
16 use disorder services, including services furnished in a mental
17 hospital operated by this state and community-based services.

18 (c) Durable medical equipment and prosthetic and orthotic
19 devices.

20 (d) Dental services as outlined in the approved MIChild state
21 plan.

22 (e) Substance use disorder treatment services that may include
23 inpatient, outpatient, and residential substance use disorder
24 treatment services.

25 (f) Care management services for mental health diagnoses.

26 (g) Physical therapy, occupational therapy, and services for
27 individuals with speech, hearing, and language disorders.

28 (h) Emergency ambulance services.

29 Sec. 1682. (1) In addition to the appropriations in part 1,



1 the department is authorized to receive and spend penalty money
2 received as the result of noncompliance with Medicaid certification
3 regulations. Penalty money, characterized as private funds,
4 received by the department shall increase authorizations and
5 allotments in the long-term care accounts.

6 (2) Any unexpended penalty money, at the end of the year, must
7 carry forward to the following year.

8 (3) Not later than March 1 of the current fiscal year, the
9 department shall report to the standard report recipients on
10 penalty money received by the department as described in subsection
11 (1). The report must include, but is not limited to, the following
12 information:

13 (a) The amount of penalty monies received by the department in
14 the previous fiscal year listed by the assessed entity.

15 (b) A list of the entities that were assessed penalties in the
16 previous fiscal year with the rationale for each penalty.

17 Sec. 1692. (1) The department is authorized to pursue
18 reimbursement for eligible services provided in Michigan schools
19 from the federal Medicaid program. The department and the state
20 budget director are authorized to negotiate and enter into
21 agreements, together with the department of education, with local
22 and intermediate school districts regarding the sharing of federal
23 Medicaid services funds received for these services. The department
24 is authorized to receive and disburse funds to participating school
25 districts pursuant to agreements described in this subsection and
26 pursuant to federal law and a law of this state.

27 (2) From the funds appropriated in part 1 for health services
28 school-based services payments, the department is authorized to do
29 all of the following:



1 (a) Finance activities within the behavioral and physical
2 health and aging services administration related to eligible
3 services.

4 (b) Reimburse participating school districts pursuant to the
5 fund-sharing ratios negotiated in the state-local agreements
6 authorized in subsection (1).

7 (c) Offset general fund costs associated with the Medicaid
8 program.

9 Sec. 1693. The special Medicaid reimbursement appropriation in
10 part 1 may be increased if the department submits a Medicaid state
11 plan amendment pertaining to this line item at a level higher than
12 the appropriation. The department is authorized to appropriately
13 adjust financing sources in accordance with the increased
14 appropriation.

15 Sec. 1694. From the funds appropriated in part 1 for special
16 Medicaid reimbursement, \$2,629,900.00 of general fund/general
17 purpose revenue and any associated federal match must be
18 distributed for poison control services to an academic health care
19 system that has a high volume of providing care to indigent
20 individuals.

21 Sec. 1697. The department shall require that Medicaid health
22 plans administering Healthy Michigan plan benefits maintain a
23 network of dental providers in sufficient numbers, mix, and
24 geographic locations throughout their respective service areas in
25 order to provide adequate dental care for Healthy Michigan plan
26 enrollees.

27 Sec. 1700. Not later than December 1 of the current fiscal
28 year, the department shall report to the standard report recipients
29 on the distribution of funding provided, and the net benefit if the



1 special hospital payment is not financed with general fund/general
 2 purpose revenue, to each eligible hospital during the previous
 3 fiscal year from the following special hospital payments:

4 (a) GME.

5 (b) Special rural hospital payments provided under section
 6 1802(2) of this part.

7 (c) Lump-sum payments to rural hospitals for obstetrical care
 8 provided under section 1802(1) of this part.

9 Sec. 1702. From the funds appropriated in part 1, the
 10 department shall increase the rates in place as of September 30,
 11 2023 by 25% for private duty nursing services for Medicaid
 12 beneficiaries under the age of 21. These additional funds must be
 13 used to attract and retain highly qualified registered nurses and
 14 licensed practical nurses to provide private duty nursing services
 15 so that medically fragile individuals can be cared for in the most
 16 homelike setting possible.

17 Sec. 1757. The department shall obtain proof from all Medicaid
 18 recipients that they are United States citizens or otherwise
 19 legally residing in this country and that they are residents of
 20 this state before approving Medicaid eligibility.

21 Sec. 1764. The department shall annually certify whether rates
 22 paid to Medicaid health plans and specialty PIHPs are actuarially
 23 sound in accordance with federal requirements. The department shall
 24 provide to the standard report recipients a copy of the rate
 25 certification required under this section and the approval of rates
 26 paid to Medicaid health plans and specialty PIHPs for any fiscal
 27 year not later than October 1 for Medicaid capitation rate
 28 certifications and not later than February 15, May 15, and August
 29 15 for any Medicaid capitation rate amendments. Following the rate



1 certification, the department shall ensure that no new or revised
2 state Medicaid policy bulletin that is promulgated materially
3 impacts the capitation rates that have been certified.

4 Sec. 1786. From the funds appropriated in part 1, the
5 department shall maintain Medicaid reimbursement for the
6 administration of injectable and oral vaccines at \$23.03.

7 Sec. 1788. From the funds appropriated in part 1, the
8 department shall provide Medicaid reimbursement rates, including
9 Medicaid reimbursements from the ambulance provider quality
10 assurance assessment, for ground ambulance services at not less
11 than 100% of the Medicare base rates for Locality 01 for ground
12 ambulance services in effect on January 1, 2023.

13 Sec. 1790. The department shall maintain the current
14 practitioner rates paid for CPT codes 90791 through 90899 for
15 psychiatric procedures through Medicaid fee-for-service and through
16 the comprehensive Medicaid health plans for psychiatric procedures
17 provided for Medicaid recipients under the age of 21.

18 Sec. 1791. From the funds appropriated in part 1 for health
19 plan services and physician services, the department shall provide
20 Medicaid reimbursement rates for neonatal services at 100% of the
21 Medicare rate received for those services in effect on the date the
22 services are provided to eligible Medicaid recipients. The neonatal
23 services and physician services eligible for reimbursement rates
24 under this section are described as CPT codes 99468, 99469, 99471,
25 99472, 99475, 99476, 99477, 99478, 99479, and 99480.

26 Sec. 1792. Not later than April 30 of the current fiscal year,
27 the department shall evaluate pharmacy encounter data through the
28 first 2 quarters of the fiscal year to determine, in consultation
29 with the Medicaid health plans, if rates must be recertified. Not



1 later than May 30 of the current fiscal year, the department shall
 2 report the evaluation results to the standard report recipients and
 3 the Medicaid health plans.

4 Sec. 1794. (1) From the funds appropriated in part 1, the
 5 department shall provide Medicaid reimbursements for hospital-based
 6 substance use disorder peer-supports.

7 (2) Not later than March 1 of the current fiscal year, the
 8 department shall report to the standard report recipients on the
 9 statewide amounts and each hospital amount for hospital-based
 10 substance use disorder peer-supports during the first quarter of
 11 the current fiscal year, including for all of the following:

- 12 (a) The number of individuals served.
- 13 (b) The Medicaid reimbursement utilization.
- 14 (c) The total expenditures.

15 Sec. 1801. From the funds appropriated in part 1 for physician
 16 services and health plan services, the department shall continue
 17 the increase to Medicaid rates for primary care services provided
 18 only by primary care providers. The department shall not provide
 19 the increase to Medicaid rates under this section to primary care
 20 providers whose primary practice is as a non-primary-care
 21 subspecialty. The department shall establish policies that most
 22 effectively limit the increase to primary care providers for
 23 primary care services only. As used in this section, "primary care
 24 provider" means a physician, or a practitioner working in
 25 collaboration with a physician, who is either licensed under part
 26 170 or part 175 of the public health code, 1978 PA 368, MCL
 27 333.17001 to 333.17097 and 333.17501 to 333.17556, and who works as
 28 a primary care provider in general practice or is board-eligible or
 29 certified with a specialty designation of family medicine, general



1 internal medicine, or pediatric medicine, or is a provider who
2 provides the department with documentation of equivalency.

3 Sec. 1802. (1) From the funds appropriated in part 1 for
4 hospital services and therapy:

5 (a) \$8,470,200.00 in general fund/general purpose revenue must
6 be provided as lump-sum payments to noncritical access hospitals
7 that qualified for rural hospital access payments in fiscal year
8 2013-2014 and that provide obstetrical care this fiscal year.
9 Payment amounts must be based on the volume of obstetrical care
10 cases and newborn care cases for all such cases billed by each
11 qualified hospital in the most recent year for which data is
12 available. For the current fiscal year, a hospital that met
13 established occupied bed criteria based on Medicaid cost reports as
14 of the fiscal year ending September 30, 2011, and that is located
15 within a county with a population of not more than 165,000 and in a
16 city, village, or township with a population of not more than
17 16,000, according to the 2000 federal decennial census, is
18 eligible.

19 (b) \$15,204,800.00 in general fund/general purpose revenue and
20 any associated federal match must be awarded as rural access
21 payments to noncritical access hospitals that meet criteria
22 established by the department for services to low-income rural
23 residents. One of the reimbursement components of the distribution
24 formula must be assistance with labor and delivery services. For
25 the current fiscal year, a hospital that met established occupied
26 bed criteria based on Medicaid cost reports as of the fiscal year
27 ending September 30, 2011, and that is located within a county with
28 a population of not more than 165,000 and in a city, village, or
29 township with a population of not more than 16,000, according to



1 the 2000 federal decennial census, is eligible solely for the rural
2 access pool general fund/general purpose revenue portion.

3 (2) The department shall make payments not later than January
4 1 of the current fiscal year.

5 (3) The department shall publish the distribution of payments
6 for the current fiscal year and the previous fiscal year.

7 Sec. 1804. The department may utilize the federal public
8 assistance reporting information system to continue to work to
9 identify Medicaid recipients who are veterans and who may be
10 eligible for federal veterans' health care benefits or other
11 benefits and shall continue to refer veterans to the department of
12 military and veterans affairs for assistance in securing additional
13 benefits.

14 Sec. 1810. In advance of the annual rate setting development,
15 Medicaid health plans must be given at least 60 days to dispute and
16 correct any discarded encounter data before rates are certified.
17 The department shall notify each contracting Medicaid health plan
18 of any encounter data that have not been accepted for the purposes
19 of rate setting.

20 Sec. 1812. Not later than June 1 of the current fiscal year,
21 and using the most recent available cost reports, the department
22 shall complete a report of all direct and indirect costs associated
23 with residency training programs for each hospital that receives
24 funds appropriated in part 1 for graduate medical education or
25 through the MiDocs consortium. The report shall be submitted to the
26 standard report recipients.

27 Sec. 1820. (1) In order to avoid duplication of efforts, if a
28 Medicaid health plan has been reviewed and accredited by a national
29 accrediting entity for health care services, the department shall



1 use applicable national accreditation review criteria to determine
2 compliance with corresponding requirements in this state.

3 (2) The department shall continue to comply with federal law
4 and laws of this state and shall not initiate an action that
5 negatively impacts beneficiary safety.

6 (3) As used in this section, "national accrediting entity"
7 means the National Committee for Quality Assurance, the URAC,
8 formerly known as the Utilization Review Accreditation Commission,
9 or another appropriate entity, as approved by the department.

10 Sec. 1830. From the funds appropriated in part 1 for hospital
11 services and therapy, the department shall allocate \$7,500,000.00
12 to support prenatal health care providers operating in this state
13 to provide services for existing group-based prenatal care programs
14 that include 1 or more health care professionals leading small
15 groups of expectant mothers - in the same phase of pregnancy - in
16 discussions and other health services that promote the well-being
17 and health of mothers and babies.

18 Sec. 1831. From the funds appropriated in part 1 for hospital
19 services and therapy, the department shall allocate \$10,000,000.00
20 to continue to support hospitals in this state to improve maternal
21 safety and outcomes by administering and expanding a data-driven
22 maternal safety and quality improvement initiative that is based on
23 interdisciplinary and consensus-based practices. The initiative
24 expansion must focus on mitigating pregnancy-associated injury and
25 death, work to improve outcomes for underserved groups, and address
26 problems related to substance use disorders.

27 Sec. 1837. The department shall continue, and expand where
28 appropriate, utilization of telemedicine and telepsychiatry as
29 strategies to increase access to services for Medicaid recipients.



1 Sec. 1846. From the funds appropriated in part 1 for graduate
2 medical education, the department shall distribute the funds with
3 an emphasis on the following health care workforce goals:

4 (a) The encouragement of the training of physicians in
5 specialties, including primary care, that are necessary to meet the
6 future needs of residents of this state.

7 (b) The training of physicians in settings that include
8 ambulatory sites and rural locations.

9 (c) The training of practitioners providing pediatric
10 psychiatry services.

11 Sec. 1850. The department may allow Medicaid health plans to
12 assist with maintaining eligibility through outreach activities to
13 ensure continuation of Medicaid eligibility and enrollment in
14 managed care. The assistance may include mailings, telephone
15 contact, or face-to-face contact with beneficiaries enrolled in the
16 individual Medicaid health plan. Medicaid health plans may offer
17 assistance in completing paperwork for beneficiaries enrolled in
18 the Medicaid health plan. In partnership with the National Kidney
19 Foundation of Michigan, the department shall allocate \$950,000.00
20 in general fund/general purpose revenue and any associated federal
21 match from the Healthy Michigan plan to enhance Medicaid health
22 plan outreach to improve access and utilization of Medicaid covered
23 services. These funds must also support outreach efforts by the
24 Morris Hood III Chronic Kidney Disease and COVID-19 Complications
25 Prevention Initiative to identify, educate, and prevent chronic
26 kidney disease in high-risk populations and regions.

27 Sec. 1854. The funds appropriated in part 1 for PACE must
28 support a current fiscal year enrollment cap that is not less than
29 8,543.



1 Sec. 1855. From the funds appropriated in part 1 for PACE, to
2 the extent that funding is available in the PACE line item and
3 unused program slots are available, the department may do the
4 following:

5 (a) Increase the number of slots for a local and already-
6 established PACE if the local PACE has provided appropriate
7 documentation to the department indicating its ability to expand
8 capacity to provide services to additional PACE clients.

9 (b) Suspend the 10 member per month individual PACE enrollment
10 increase cap in order to allow unused and unobligated slots to be
11 allocated to address unmet demand for PACE services.

12 Sec. 1856. (1) From the funds appropriated in part 1 for
13 hospice services, \$5,000,000.00 shall be expended to provide room
14 and board for Medicaid recipients who meet hospice eligibility
15 requirements and receive services at Medicaid enrolled hospice
16 residences in this state. The department shall distribute funds
17 through grants based on the total beds located in all eligible
18 residences that have been providing these services as of October 1,
19 2017. An eligible grant applicant may inform the department of the
20 applicant's request to reduce the grant amount allocated for the
21 applicant's residence and the funds must be distributed
22 proportionally to increase the total grant amount of the remaining
23 grant-eligible residences. Grant amounts shall be paid out monthly
24 with 1/12 of the total grant amount distributed each month to the
25 grantees.

26 (2) Not later than September 15 of the current fiscal year,
27 each Medicaid-enrolled hospice with a residence that receives funds
28 under this section shall provide a report to the department on the
29 utilization of the grant funding provided in subsection (1). The



1 report must be provided in a format prescribed by the department
2 and must include the following information:

- 3 (a) The number of patients served.
4 (b) The number of days served.
5 (c) The daily room and board rates for the patients served.
6 (d) If there is not sufficient funding to cover the total room
7 and board need, the number of patients who did not receive care due
8 to insufficient grant funding.

9 (3) If funds awarded under this section remain unused at the
10 end of the current fiscal year, the Medicaid-enrolled hospice with
11 a residence shall return those unused funds to this state.

12 Sec. 1858. Not later than April 1 of the current fiscal year,
13 from the funds appropriated in part 1, the department shall submit
14 a report to the standard report recipients that contains all of the
15 following elements related to the current Medicaid pharmacy carve-
16 out of pharmaceutical products as provided for in section 109h of
17 the social welfare act, 1939 PA 280, MCL 400.109h:

18 (a) The number of prescriptions paid by the department during
19 the previous fiscal year.

20 (b) The total amount of expenditures for prescriptions paid by
21 the department during the previous fiscal year.

22 (c) The number of and total expenditures for prescriptions
23 paid for by the department for generic equivalents during the
24 previous fiscal year.

25 Sec. 1859. The department shall partner with the Michigan
26 Association of Health Plans and Medicaid health plans to develop
27 and implement strategies for the use of information technology
28 services for Medicaid research activities. The department shall
29 make available state medical assistance program data, including



1 Medicaid behavioral data, to the Michigan Association of Health
2 Plans and Medicaid health plans or any vendor considered qualified
3 by the department to perform research activities consistent with
4 this state's goals of improving health; increasing the quality,
5 reliability, availability, and continuity of care; and reducing the
6 cost of care for the eligible population of Medicaid recipients.

7 Sec. 1862. From the funds appropriated in part 1, the
8 department shall maintain payment rates for Medicaid obstetrical
9 services at 95% of Medicare levels effective October 1, 2014.

10 Sec. 1870. (1) From the funds appropriated in part 1 for
11 hospital services and therapy, the department shall allocate
12 \$11,000,000.00 in general fund/general purpose revenue plus any
13 contributions from public entities, up to \$5,000,000.00, and any
14 associated federal match to the MiDocs consortium to create new
15 primary care residency slots in underserved communities. The new
16 primary care residency slots must be in 1 of the following
17 specialties: family medicine, general internal medicine, general
18 pediatrics, general OB-GYN, psychiatry, or general surgery.

19 (2) The department shall seek any necessary approvals from CMS
20 to allow the department to implement the program described in this
21 section.

22 (3) Assistance with repayment of medical education loans, loan
23 interest payments, or scholarships provided by the MiDocs
24 consortium shall be contingent upon a minimum 2-year commitment to
25 practice in an underserved community in this state post-residency
26 and an agreement to forego any sub-specialty training for at least
27 2 years post-residency with the exception of a child and adolescent
28 psychiatry fellowship that must be integrated with a psychiatry
29 residency training program in a MiDocs consortium affiliated



1 institution.

2 (4) The MiDocs consortium shall work with the department to
3 integrate the Michigan inpatient psychiatric admissions discussion
4 (MIPAD) recommendations and, when possible, prioritize training
5 opportunities in state psychiatric hospitals and community mental
6 health organizations.

7 (5) The department shall maintain the MiDocs consortium
8 initiative advisory council to help support implementation of the
9 program described in this section, and to provide oversight. The
10 advisory council must be composed of the MiDocs consortium, the
11 Michigan Area Health Education Centers, the Michigan Primary Care
12 Association, the Michigan Center for Rural Health, the Michigan
13 Academy of Family Physicians, and any other appointees designated
14 by the department.

15 (6) Not later than September 1 of the current fiscal year, the
16 MiDocs consortium shall submit a report to the standard report
17 recipients that includes all of the following information:

18 (a) Audited financial statement of per-resident costs.

19 (b) Education and clinical quality data.

20 (c) Roster of trainees, including areas of specialty and
21 locations of training.

22 (d) Medicaid revenue by training site.

23 (7) The department shall monitor outcome and performance
24 measures for this program, including, but not limited to, the
25 following:

26 (a) Increasing this state's ability to recruit, train, and
27 retain primary care physicians and other select specialty
28 physicians in underserved communities.

29 (b) Maximizing training opportunities with community health



1 centers, rural critical access hospitals, solo or group private
2 practice physician practices, schools, and other community-based
3 clinics, in addition to the required training through rotations at
4 inpatient hospitals.

5 (c) Increasing the number of residency slots for family
6 medicine, general internal medicine, general pediatrics, general
7 OB-GYN, psychiatry, and general surgery.

8 (8) Unexpended and unencumbered funds up to a maximum
9 \$11,000,000.00 in general fund/general purpose revenue plus any
10 contributions from public entities, up to \$5,000,000.00, and any
11 associated federal match remaining in accounts appropriated in part
12 1 for hospital services and therapy are designated as work project
13 appropriations, and any unencumbered or unallotted funds must not
14 lapse at the end of the fiscal year and must be available for
15 expenditures for the MiDocs consortium to create new primary care
16 residency slots in underserved communities under this section until
17 the work project has been completed. All of the following are in
18 compliance with section 451a(1) of the management and budget act,
19 1984 PA 431, MCL 18.1451a:

20 (a) The purpose of the work project is to fund the cost of the
21 MiDocs consortium to create new primary care residency slots in
22 underserved communities.

23 (b) The work project will be accomplished by contracting with
24 the MiDocs consortium to oversee the creation of new primary care
25 residency slots.

26 (c) The total estimated completion cost of the work project is
27 \$29,400,000.00.

28 (d) The tentative completion date for the work project is
29 September 30, 2029.



1 Sec. 1872. From the funds appropriated in part 1 for personal
2 care services, the department shall maintain the monthly Medicaid
3 personal care supplement paid to adult foster care facilities and
4 homes for the aged that provide personal care services to Medicaid
5 recipients in place during the previous fiscal year.

6 Sec. 1874. The department shall ensure, in counties where PACE
7 services are available, that PACE is included as an option in all
8 options counseling and enrollment brokering for aging services and
9 managed care programs, including, but not limited to, Area Agencies
10 on Aging, centers for independent living, and the MiChoice home and
11 community-based waiver. The department must include approved
12 marketing and discussion materials for options counseling.

13 Sec. 1879. (1) The department shall maintain a single,
14 standard preferred drug list to be used by all contracted Medicaid
15 managed health care programs. If the department makes changes to
16 the preferred drug list, the department shall consult with all
17 contracted managed health care programs and the Michigan pharmacy
18 and therapeutics committee to ensure sufficient access to medically
19 necessary drugs for each disease state. The department has final
20 authority over the list and shall design the list to ensure access
21 to clinically effective and appropriate drug therapies and to
22 maximize federal rebates and supplemental rebates.

23 (2) Not later than July 15 of the current fiscal year, the
24 department shall submit a report to the standard report recipients
25 that compares the managed care pharmacy expenditures, utilization,
26 and rebates before implementing a single, standard preferred drug
27 list to managed care pharmacy expenditures, utilization, and
28 rebates after implementing a single, standard preferred drug list.
29 The report must include quarterly data on collected rebates,



1 pharmacy utilization, and expenditures by quarter for at least 8
2 quarters before implementing a single, standard preferred drug
3 list, and the experienced rebates, pharmacy utilization, and
4 expenditures for at least 18 quarters, and the projected rebates,
5 pharmacy utilization, and expenditures for quarters 19 through 24
6 after implementing a single, standard preferred drug list. The data
7 must be aggregated by the department so as not to disclose the
8 proprietary or confidential drug-specific information, or the
9 proprietary or confidential information that directly or indirectly
10 identifies financial information linked to a single manufacturer.

11 Sec. 1888. The department shall establish contract performance
12 standards associated with the capitation withhold provisions for
13 Medicaid health plans at least 3 months before the implementation
14 of those standards. The determination of whether performance
15 standards have been met must be based primarily on recognized
16 concepts such as 1-year continuous enrollment and the health care
17 effectiveness data and information set, HEDIS, audited data.

18 Sec. 1896. From the funds appropriated in part 1, the
19 department shall maintain a Medicaid recuperative care and
20 transitional services benefit for beneficiaries experiencing
21 homelessness. These services, which include medical and care
22 coordination support, must be provided to eligible beneficiaries as
23 part of a hospital discharge process.

24

25 INFORMATION TECHNOLOGY

26 Sec. 1901. (1) The department shall submit a report on a
27 semiannual basis to the standard report recipients that lists the
28 projects approved in the previous 6 months and provides the purpose
29 for approving each project including any federal, state, court, or



1 legislative requirement for each project.

2 (2) Once an award for an expansion of information technology
3 is made, the department shall submit a report to the standard
4 report recipients that provides the projected cost of the expansion
5 broken down by use and type of expense.

6 Sec. 1906. From the funds appropriated in part 1 for
7 information technology services and projects, the department shall
8 allocate \$4,950,000.00 general fund/general purpose revenue, and
9 all associated federal matching revenue, to a public and private
10 nonprofit collaboration that is designated as this state's
11 statewide health information exchange by cooperative agreement, to
12 implement health information technology strategies for health
13 information exchange development, data management, and population
14 health at a statewide level.

15 Sec. 1907. Not later than March 1 of the current fiscal year,
16 the department shall submit a report to the standard report
17 recipients on all current, contracted information technology-
18 related projects. The report must include, by project, the total
19 contractual costs, spending in previous fiscal years, planned
20 spending for the current fiscal year, and fiscal year-to-date
21 spending.

22 Sec. 1909. (1) From the funds appropriated in part 1 for child
23 support automation, the department shall only encumber or expend
24 funds for the operation, maintenance, and improvements of the
25 Michigan child support enforcement system.

26 (2) From the funds appropriated in part 1 for bridges
27 information system, the department shall only encumber or expend
28 funds for the operation, maintenance, and improvements of Bridges
29 and MIBridges.



1 (3) From the funds appropriated in part 1 for Michigan
2 Medicaid information system, the department shall only encumber or
3 expend funds for the operation, maintenance, and improvements of
4 the community health automated Medicaid processing system.

5 (4) From the funds appropriated in part 1 for Michigan
6 statewide automated child welfare information system, the
7 department shall only encumber or expend funds for the operation,
8 maintenance, and improvements of MiSACWIS.

9 (5) From the funds appropriated in part 1 for comprehensive
10 child welfare information system, the department shall only
11 encumber or expend funds for the operation, maintenance, and
12 improvements to the comprehensive child welfare information system.

13 (6) From the funds appropriated in part 1 for comprehensive
14 child welfare information system, the department shall continue to
15 develop a new information system to replace MiSACWIS consistent
16 with the plan provided by the department to the United States
17 District Court for Eastern District of Michigan as a part of the
18 settlement. The development of the comprehensive child welfare
19 information system must adhere to department of technology,
20 management, and budget and information technology investment fund
21 (ITIF) policies and practices, including use of the state unified
22 information technology environment methodology and agile
23 development. The project team shall also participate in and comply
24 with the enterprise portfolio management office process and product
25 quality assurance. To ensure full transparency, the project must be
26 included in the ITIF portfolio for executive, legislative, and
27 external reporting purposes. As a component of the ITIF portfolio,
28 the project is subject to governance and oversight by the
29 information technology investment management board.



1 Sec. 1910. From the funds appropriated in part 1,
 2 \$536,041,400.00 is appropriated for information technology services
 3 and projects including:

4 (a) \$114,678,900.00 for bridges information system.

5 (b) \$21,555,400.00 for Michigan statewide automated child
 6 welfare information system.

7 (c) \$102,482,000.00 for Michigan Medicaid information system.

8 (d) \$44,243,200.00 for child support automation.

9 (e) \$8,274,700.00 for comprehensive child welfare information
 10 system.

11
 12 **ONE-TIME APPROPRIATIONS**

13 Sec. 1920. From the funds appropriated in part 1 for ALS
 14 services, the department shall allocate \$829,900.00 to the ALS
 15 Association to provide free ALS care services including, but not
 16 limited to, in home visits, caregiver training, support groups,
 17 durable medical equipment, and respite care. As used in this
 18 section, "ALS" means amyotrophic lateral sclerosis.

19 Sec. 1922. From the funds appropriated in part 1 for
 20 behavioral health services, the department shall allocate
 21 \$3,500,000.00 to a nonprofit organization organized under the laws
 22 of this state that is exempt from federal income tax under section
 23 501(c)(3) of the internal revenue code of 1986, 26 USC 501, and is
 24 located in a city with a population between 138,000 and 140,000
 25 that is located in a county with a population between 881,000 and
 26 882,000, according to the most recent federal decennial census. To
 27 be eligible for funds under this section, an organization must have
 28 current experience providing support services to immigrant children
 29 and families from Afghanistan, Iraq, Syria, Yemen, and other Middle



1 Eastern countries, and Ukraine.

2 Sec. 1924. (1) From the funds appropriated in part 1 for
3 behavioral health urgent care, the department shall allocate
4 \$1,700,00.00 as a grant to a nonprofit organization that is
5 organized under the laws of this state, is exempt from federal
6 income tax under section 501(c)(3) of the internal revenue code of
7 1986, 26 USC 501, is located in a city with a combined population
8 greater than 100,000 that is located in a county with a population
9 between 280,000 and 290,000, according to the most recent federal
10 decennial census, and that has a mission to help people in crisis
11 by offering home, healing, and recovery. The grant must be used to
12 support the establishment of a behavioral health urgent care
13 program.

14 (2) The unexpended funds appropriated in part 1 for behavioral
15 health urgent care are designated as a work project appropriation.
16 Unencumbered or unallotted funds shall not lapse at the end of the
17 fiscal year and shall be available for expenditures under this
18 section until the project has been completed. The following are in
19 compliance with section 451a of the management and budget act, 1984
20 PA 431, MCL 18.1451a:

21 (a) The purpose of the project is to provide funds for
22 behavioral health urgent care services, including mental health
23 assessments, psychiatric evaluations, short term prescriptions,
24 intervention and therapy, and care coordination with ongoing health
25 providers.

26 (b) The project will be accomplished by a nonprofit
27 organization exempt from federal income tax under section 501(c)(3)
28 of the internal revenue code of 1986, 26 USC 501.

29 (c) The estimated cost of the project is \$1,700,000.00.



1 (d) The tentative completion date is September 30, 2029.

2 Sec. 1926. From the funds appropriated on part 1 for child
3 advocacy centers, the department shall allocate \$3,500,000.00 to
4 support the expansion of services provided by child advocacy
5 centers. The department must distribute the funds consistent with
6 the regular allocation formula for child advocacy centers.

7 Sec. 1928. From the funds appropriated in part 1 for
8 children's behavioral health service expansion, the department
9 shall allocate \$2,000,000.00 to a nonprofit organization organized
10 under the laws of this state that is exempt from federal income tax
11 under section 501(c)(3) of the internal revenue code of 1986, 26
12 USC 501, founded in 1929, and located in a city with a population
13 greater than 600,000, according to the most recent federal
14 decennial census, to support increased operational capacity in
15 order to provide clinical mental health treatment for children and
16 families, primary care coordination, and provider recruitment,
17 retention, and training.

18 Sec. 1930. (1) From the funds appropriated in part 1 for
19 children's services administration training, the department shall
20 provide grant funding to support improvements in the current
21 training program for children's services administration staff that
22 will include experiential child safety training.

23 (2) The unexpended funds appropriated in part 1 for children's
24 services administration training are designated as a work project
25 appropriation, and any unencumbered or unallotted funds shall not
26 lapse at the end of the fiscal year and shall be available for
27 expenditures under this section until the work project has been
28 completed. The following are in compliance with section 451a of the
29 management and budget act, 1984 PA 431, MCL 18.1451a:



1 (a) The purpose of the work project is to fund experiential
2 child safety training to be provided to children's services
3 administration staff.

4 (b) The work project will be accomplished by utilizing state
5 employees or contracts with service providers.

6 (c) The total estimated completion cost of the work project is
7 \$2,000,000.00.

8 (d) The tentative completion date is September 30, 2029.

9 Sec. 1932. From the funds appropriated in part 1 for CMHSP
10 crisis services, the department shall allocate \$2,000,000.00 to a
11 CMHSP located in a county with a population between 1,200,000 and
12 1,300,000 according to the most recent federal decennial census to
13 renovate a crisis hub, to improve crisis service coordination for
14 youth and family care, for assessment center renovations, for peer
15 respite services, and for an urgent care clinic.

16 Sec. 1934. (1) From the funds appropriated in part 1 for
17 complex medical condition center, the department shall allocate
18 \$500,000.00 as a grant to a nonprofit organization that operates a
19 facility in a county with a population between 600,000 and 700,000
20 according to the most recent federal decennial census and that
21 provides children up to age 26 with weak immune systems with an
22 ability to fulfill their social, emotional, and physical needs. The
23 facility must provide a safe and infection-controlled environment
24 consisting of MERV 14 air filtration, building pressurization,
25 antimicrobial surfaces, and other hospital-grade features.
26 Programming must be specifically designed for children with complex
27 medical conditions and their immediate family to interact socially
28 and to feel a sense of belonging through the use of therapeutic,
29 evidence-based, and organizational-led activities targeted to



1 address both behavioral and physical health outcomes.

2 (2) The nonprofit organization identified under subsection (1)
3 shall partner with the largest provider-owned nonprofit Medicaid
4 health maintenance organization headquartered in the same county
5 for which the nonprofit organization is providing services to
6 identify and enroll 100 qualifying children up to age 26 for
7 programmatic services. The provider-owned nonprofit Medicaid health
8 maintenance organization shall be responsible for the collection of
9 data and metric identification for each of the 100 enrollees,
10 including, but not limited to, utilization trends and health
11 outcomes associated with isolation and loneliness, mental health
12 concerns, emergency department visits, and hospitalizations.

13 (3) The provider-owned nonprofit Medicaid health maintenance
14 organization shall create and utilize a new pilot program code to
15 track the metrics identified in subsection (2). This pilot program
16 code must encompass a group of services provided by the nonprofit
17 organization. The services provided and that are reflected in the
18 pilot program code must include services that align with existing
19 reimbursable service codes such as care management and group
20 therapy and select other services without a code or without
21 Medicaid program reimbursement, including, but not limited to, play
22 therapy, parent support services, and transportation services. The
23 following existing codes shall be included in the new pilot program
24 code, group therapy: 90853, and care management: 99487, 99495,
25 99496, 98968, 98962, 99484, G9001, G9002, and G9007. The following
26 services without existing codes must also be included in the pilot
27 program:

28 (a) Social support or social support programming.

29 (b) Play therapy or recreation therapy.



1 (c) Educational support services.

2 (d) Parent or caregiver respite or support.

3 (4) Not later than September 30 of the current fiscal year,
4 the grant recipient under this section shall submit a report to the
5 department that demonstrates the effectiveness of the program in
6 fulfilling the social, emotional, and physical needs of the
7 patients served by the grant recipient. This report must include
8 the data and metrics identified in subsection (2).

9 (5) The department shall explore Medicaid waiver options
10 available from the Centers for Medicare and Medicaid, which, upon
11 approval, would authorize the department to expend Medicaid funds
12 on similar supports and services as those offered under this
13 program and pilot program code for Medicaid recipients.

14 Sec. 1936. From the funds in part 1 for cranial hair
15 prosthesis, the department shall allocate \$250,000.00 to a nonprofit
16 organization organized under the laws of this state that is exempt
17 from federal income tax under section 501(c)(3) of the internal
18 revenue code of 1986, 26 USC 501, and is located in a city with a
19 population between 58,800 and 59,000 that is located in a county
20 with a population between 881,000 and 882,000, according to the
21 most recent federal decennial census. To be eligible for funds
22 under this section, an organization must have current experience
23 providing wigs and support services to children and young adults
24 experiencing hair loss as a result of an illness.

25 Sec. 1938. From the funds appropriated in part 1 for critical
26 access hospital facility and equipment, the department shall
27 allocate \$2,000,000.00 to a critical access hospital located in a
28 city with a population between 1,900 and 2,100 in a county with a
29 population between 8,500 and 9,000, according to the most recent



1 federal decennial census, for hospital equipment repairs and
2 replacements and for facility repairs.

3 Sec. 1940. From the funds appropriated on part 1 for deferred
4 maintenance, the department shall allocate \$1,000,000.00 to a
5 privately owned and operated secure residential juvenile justice
6 facility located in a city with a population between 8,960 and
7 9,000 that is located in a county with a population between
8 1,700,000 and 1,800,000, according to the most recent federal
9 decennial census. The funds must be used to support capital
10 improvements and security upgrades needed to reopen the facility.

11 Sec. 1942. From the funds appropriated in part 1 for dental
12 clinic, the department shall allocate \$2,900,000.00 to United Way
13 of Northwest Michigan for the cost of purchasing, rather than
14 leasing, a building that houses both a dental clinic and the United
15 Way of Northwest Michigan.

16 Sec. 1944. (1) From the funds appropriated in part 1 for
17 dental programs, \$2,500,000.00 of general fund/general purpose
18 revenue and any associated federal match must be distributed to a
19 qualified nonprofit provider of dental services that partners with
20 local health departments for the purpose of expanding capacity and
21 ensuring operational efficiencies that may include equipment and
22 technology upgrades.

23 (2) In order to be considered a qualified nonprofit provider
24 of dental services, the provider must demonstrate all of the
25 following:

26 (a) The provider has an effective health insurance enrollment
27 process for uninsured patients.

28 (b) The provider has an effective process of charging patients
29 on a sliding scale based on the patient's ability to pay.



1 (c) The provider uses additional fund sources including, but
2 not limited to, federal Medicaid matching funds.

3 Sec. 1946. From the funds in part 1 for domestic violence
4 shelter operations, the department shall allocate \$300,000.00 to a
5 nonprofit organization organized under the laws of this state that
6 is exempt from federal income tax under section 501(c)(3) of the
7 internal revenue code of 1986, 26 USC 501, and is located in a city
8 with a population between 9,100 and 9,200 that is located in a
9 county with a population between 154,000 and 155,000, according to
10 the most recent federal decennial census. Funds must be used to
11 support domestic violence shelter operations and building
12 renovations.

13 Sec. 1948. (1) From the funds appropriated in part 1 for doula
14 training and continuing education, the department shall support
15 professional development for doulas participating in the
16 department's doula registry.

17 (2) The unexpended funds appropriated in part 1 for doula
18 training and continuing education are designated as a work project
19 appropriation. Unencumbered or unallotted funds shall not lapse at
20 the end of the fiscal year and shall be available for expenditures
21 under this section until the project has been completed. The
22 following are in compliance with section 451a of the management and
23 budget act, 1984 PA 431, MCL 18.1451a:

24 (a) The purpose of the work project is to provide training and
25 continuing education for new and established doulas that serve the
26 residents of this state.

27 (b) The work project will be accomplished by utilizing state
28 employees or contracts.

29 (c) The total estimated cost of the work project is



1 \$2,909,800.00.

2 (d) The tentative completion date is September 30, 2029.

3 Sec. 1950. (1) From the funds appropriated in part 1 for
4 employment and training support services, the department shall
5 allocate \$2,500,000.00 to support individuals and families to
6 remain employed and become self-sufficient.

7 (2) The unexpended funds appropriated in part 1 for employment
8 and training support services are designated as a work project
9 appropriation. Unencumbered or unallotted funds shall not lapse at
10 the end of the fiscal year and shall be available for expenditures
11 under this section until the project has been completed. The
12 following are in compliance with section 451a(1) of the management
13 and budget act, 1984 PA 431, MCL 18.1451a:

14 (a) The purpose of the work project is to provide funds for
15 vehicle repairs, purchases, and other services to assist
16 individuals in accessing and retaining employment.

17 (b) The work project will be accomplished by utilizing state
18 employees or contracts.

19 (c) The total estimated cost of the work project is
20 \$2,500,000.00.

21 (d) The tentative completion date is September 30, 2029.

22 Sec. 1952. (1) From the funds appropriated in part 1 for
23 firearm injury and violence prevention, the department shall
24 allocate \$7,500,000.00 to contract with a public university located
25 in a city with a population between 100,000 and 130,000 in a county
26 with a population between 370,000 and 380,000, according to the
27 most recent federal decennial census, to provide training,
28 technical assistance, evaluations, and infrastructure to support
29 all of the following:



1 (a) The implementation of local prevention strategies intended
2 to reduce school violence. Prevention strategies may include, but
3 are not limited to, any of the following:

4 (i) School climate improvement.

5 (ii) Student care and threat assessment teams.

6 (iii) Anonymous reporting systems.

7 (iv) Restorative justice practices.

8 (v) Evidence-based student leadership development.

9 (b) The implementation of the extreme risk protective order
10 act, 2023 PA 38, MCL 691.1801 to 691.1821.

11 (c) The collection of more complete data about fatal and
12 nonfatal firearm injuries in this state.

13 (2) The unexpended funds appropriated in part 1 for firearm
14 injury and violence prevention are designated as a work project
15 appropriation, and any unencumbered or unallotted funds shall not
16 lapse at the end of the fiscal year and shall be available for
17 expenditures for projects under this section until the projects
18 have been completed. The following are in compliance with section
19 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

20 (a) The purpose of the work project is to provide training,
21 technical support, and program evaluations to reduce firearm
22 injuries in this state and to establish new infrastructure for data
23 collection on injuries in this state.

24 (b) The work project will be accomplished by utilizing state
25 employees or contracts.

26 (c) The total estimated cost of the work project is
27 \$7,500,000.00.

28 (d) The tentative completion date is September 30, 2029.

29 Sec. 1954. From the funds appropriated in part 1 for firearm



1 safety and violence prevention, the department shall allocate
2 \$1,800,000.00 to support community-based firearm safety and
3 prevention efforts. Funds must be allocated to community-based
4 organizations that provide training and programming on extreme risk
5 protective orders issued under the extreme risk protection order
6 act, 2023 PA 38, MCL 691.1801 to 691.1821, and the safe storage law
7 described in section 9 of 1927 PA 372, MCL 28.429.

8 Sec. 1956. (1) From the funds appropriated in part 1 for first
9 responder and public safety staff mental health, the department
10 shall allocate \$2,500,000.00 for a grant program to support
11 firefighters, police officers, emergency medical services
12 personnel, public safety tele-communicators, local correctional
13 officers, juvenile detention employees, prosecutors, and
14 individuals working on special teams to address crimes such as
15 internet sex crimes, sexual crimes against children, or traffic
16 fatalities suffering from post-traumatic stress syndrome and other
17 mental health conditions. The grant program must primarily provide
18 grants to behavioral health providers and may also include funding
19 to the Michigan crisis and action line established under section
20 165 of the mental health code, 1974 PA 258, MCL 330.1165, to
21 improve information and referrals for these services. The
22 department shall coordinate and integrate the grant program with
23 the Michigan crisis and access line established under section 165
24 of the mental health code, 1974 PA 258, MCL 330.1165.

25 (2) The unexpended funds appropriated in part 1 for first
26 responder and public safety staff mental health are designated as a
27 work project appropriation. Unencumbered or unallotted funds shall
28 not lapse at the end of the fiscal year and shall be available for
29 expenditures under this section until the project has been



1 completed. All of the following are in compliance with section 451a
2 of the management and budget act, 1984 PA 431, MCL 18.1451a:

3 (a) The purpose of the work project is to ensure that first
4 responder and public safety staff who are dealing with post-
5 traumatic stress syndrome and other mental health conditions have
6 access to enhanced mental health services.

7 (b) The work project will be accomplished by utilizing state
8 employees, contracting with vendors, or working with local
9 partners.

10 (c) The estimated cost of the work project is \$2,500,000.00.

11 (d) The tentative completion date is September 30, 2029.

12 Sec. 1958. From the funds appropriated in part 1 for health
13 equity statewide curriculum, the department shall allocate
14 \$500,000.00 to partner with a state medical professional society
15 located in a city with a population between 47,000 and 48,000 in a
16 county with a population between 284,000 and 285,000, according to
17 the most recent federal decennial census, to develop a statewide
18 health equity curriculum for implementation in medical schools and
19 continuing medical education in this state.

20 Sec. 1960. From the funds appropriated in part 1 for home
21 health care authority, the department shall allocate \$1,000,000.00
22 to support the creation of a home health care public authority.
23 Once established, the home health care public authority must
24 provide supportive services to Medicaid recipients by accessing
25 eligible community-based supports, their families, and those who
26 serve them. Supportive services may include program orientation,
27 training, and patient matching services to home health care
28 workers.

29 Sec. 1962. (1) From the funds appropriated in part 1 for



1 homeless programs, the department shall allocate \$2,750,000.00 to
2 support family shelters, individuals, or families who are homeless
3 and at risk of being homeless. Eligible expenditures from this line
4 must include the following:

5 (a) Emergency hotels for families experiencing homelessness.

6 (b) Creating additional spaces at family homeless shelters.

7 (2) The unexpended funds appropriated in part 1 for homeless
8 programs are designated as a work project appropriation.

9 Unencumbered or unallotted funds shall not lapse at the end of the
10 fiscal year and shall be available for expenditures under this
11 section until the project has been completed. The following are in
12 compliance with section 451a(1) of the management and budget act,
13 1984 PA 431, MCL 18.1451a:

14 (a) The purpose of the work project is to provide emergency
15 hotels for families in need and build up family shelter capacity.

16 (b) The work project will be accomplished by utilizing state
17 employees or contracts.

18 (c) The total estimated cost of the work project is
19 \$2,750,000.00.

20 (d) The tentative completion date is September 30, 2029.

21 Sec. 1964. From the funds appropriated in part 1 for hospice
22 caregiver support center, the department shall allocate
23 \$1,000,000.00 to a nonprofit hospice organization that is organized
24 under the laws of this state, is exempt from federal income tax
25 under section 501(c)(3) of the internal revenue code of 1986, 26
26 USC 501, and provides hospice services in 50 counties, to develop
27 and operate a caregiver support center to expand the center's
28 capacity to support and guide hospice patients and family
29 caregivers that are receiving care through nonprofit hospice



1 organizations.

2 Sec. 1966. From the funds appropriated in part 1 for inpatient
3 behavioral health facility, the department shall allocate
4 \$5,000,000.00 to a nonprofit organization that is organized under
5 the laws of this state, is exempt from federal income tax under
6 section 501(c)(3) of the internal revenue code of 1986, 26 USC 501,
7 and is located in a city with a population greater than 10,000 that
8 is located in a county with a population between 36,500 and 36,850,
9 according to the most recent federal decennial census, for
10 construction costs of an inpatient behavioral health and skilled
11 nursing facility.

12 Sec. 1968. From the funds appropriated in part 1 for maternal
13 health services, the department shall allocate \$420,000.00 in
14 general fund/general purpose revenue to maintain sustainability at
15 existing nurse family partnership sites in a county with a
16 population between 250,000 and 270,000 according to the most recent
17 federal decennial census and to include an additional outreach
18 worker position.

19 Sec. 1970. From the funds appropriated in part 1 for medical
20 center robotic surgery, the department shall allocate \$2,000,000.00
21 to a medical center that was founded in 1908 and is located in a
22 city with a population between 80,000 and 82,000 according to the
23 most recent federal decennial census, to expand the utilization of
24 robotic surgery for the purposes of improving patient outcomes and
25 reducing recovery times.

26 Sec. 1972. (1) From the funds appropriated in part 1 for
27 medical debt relief pilot program, the department shall allocate
28 \$100.00 to a national nonprofit organization organized under the
29 laws of this state that is exempt from federal income tax under



1 section 501(c)(3) of the internal revenue code of 1986, 26 USC 501,
2 and established in 2014 for the purpose of purchasing bundles of
3 medical debt on secondary markets or directly from providers to
4 abolish the medical debt for a group or groups of patients. The
5 department shall ensure the following conditions and criteria are
6 met before awarding a grant under this section:

7 (a) The grant recipient will use an award under this section
8 only to eliminate medical debt to patients with an income below the
9 federal poverty level with a financial need or who face insolvency.

10 (b) The grant recipient will ensure that a patient described
11 under subdivision (a) will not have adverse tax or income
12 implications due to the elimination of the medical debt.

13 (c) The grant recipient provides evidence to the department
14 that the grant recipient has a track record of performing the work
15 described in this section.

16 (d) The grant recipient will work with local units of
17 government to eliminate medical debt for residents of those local
18 units of government. A local unit of government that provides a
19 dollar of matching funds for every dollar appropriated under this
20 section must be given preference.

21 (2) Not later than March 1 of the current fiscal year, the
22 department shall provide a report, to the standard reporting
23 recipients, that details the status on any spending on purchasing
24 medical debt bundles and the total medical debt purchased.

25 (3) The unexpended funds appropriated in part 1 for medical
26 debt relief pilot program are designated as a work project
27 appropriation. Unencumbered or unallotted funds must not lapse at
28 the end of the fiscal year and must be available for expenditures
29 under this section until the project has been completed. All of the



1 following are in compliance with section 451a of the management and
2 budget act, 1984 PA 431, MCL 18.1451a:

3 (a) The purpose of the work project is to purchase bundles of
4 medical debt on secondary markets or directly from providers to
5 abolish the medical debt for a group or groups of patients.

6 (b) The work project will be accomplished by a national
7 nonprofit organization that is exempt from federal income tax under
8 section 501(c)(3) of the internal revenue code of 1986, 26 USC 501.

9 (c) The estimated cost of the work project is \$100.00.

10 (d) The tentative completion date is September 30, 2029.

11 Sec. 1974. From the funds appropriated in part 1 for mental
12 health educational interventions, the department shall allocate
13 \$1,000,000.00 to a public benefit corporation that is located in a
14 city with a population between 19,000 and 20,000 in a county with a
15 population between 1,200,000 and 1,300,000, according to the most
16 recent federal decennial census, and that provides modern mental
17 health education by purchasing user licenses for a program that
18 provides preventative evidence-based mental health educational
19 interventions for adolescents and their families.

20 Sec. 1976. (1) From the funds appropriated in part 1 for narcotics
21 awareness program, the department shall allocate \$5,000,000.00 to a
22 nonprofit organization organized under the laws of this state that is
23 exempt from federal income tax under section 501(c)(3) of the internal
24 revenue code of 1986, 26 USC 501, and with a headquarters in a charter
25 township with a population between 100,000 and 105,000 in a county with a
26 population between 700,000 and 1,000,000, according to the most recent
27 federal decennial census. To be eligible to receive funding, the nonprofit
28 organization must have a stated mission to offer community-based,
29 compassionate, best-practice/evidence-based services to those suffering



1 from addiction, as well as to their loved ones, and to erase the stigma of
2 addiction and instill compassion and hope.

3 (2) The unexpended funds appropriated in part 1 for narcotics
4 awareness program are designated as a work project appropriation.
5 Unencumbered or unallotted funds shall not lapse at the end of the fiscal
6 year and shall be available for expenditures under this section until the
7 project has been completed. The following are in compliance with section
8 451a of the management and budget act, 1984 PA 431, MCL 18.1451a:

9 (a) The purpose of the work project is to offer community-based,
10 compassionate, best-practice/evidence-based services to those suffering
11 from addiction, as well as to their loved ones, and to erase the stigma of
12 addiction and instill compassion and hope.

13 (b) The work project will be accomplished by a nonprofit
14 organization that is exempt from federal income tax under section
15 501(c)(3) of the internal revenue code of 1986, 26 USC 501.

16 (c) The estimated cost of the work project is \$5,000,000.00.

17 (d) The tentative completion date is September 30, 2029.

18 Sec. 1978. (1) From the funds appropriated in part 1 for
19 Native American health services, the department shall allocate
20 \$1,000,000.00 for a grant to an organization that specializes in
21 American Indian health services and that has a clientele that is
22 comprised of a majority of Medicaid recipients to build a medical,
23 behavioral health, and community wellness center located in a city
24 with a population greater than 600,000 and located in a county with
25 a population greater than 1,500,000 according to the most recent
26 federal decennial census.

27 (2) Before receiving the grant described in subsection (1),
28 the department shall require the grantee to provide periodic
29 updates on the construction of the facility until it is open and



1 operational.

2 (3) Not later than September 30 of the current fiscal year,
3 the department shall report on the updates described in subsection
4 (2) to the standard report recipients.

5 Sec. 1980. (1) From the funds appropriated in part 1 for nurse
6 incentive program, the department shall allocate \$2,500,000.00 to
7 provide loan repayment assistance to eligible nurses who work in
8 state operated and nonstate operated facilities. The department
9 shall provide loan repayment assistance under this section only to
10 a nurse who agrees in writing to repay the loan repayment
11 assistance the nurse receives if the nurse does not maintain
12 employment in a state operated or nonstate operated facility for
13 not less than 4 years.

14 (2) The unexpended funds appropriated in part 1 for nurse
15 incentive program are designated as a work project appropriation,
16 and any unencumbered or unallotted funds shall not lapse at the end
17 of the fiscal year and shall be available for expenditures for
18 projects under this section until the projects have been completed.
19 The following are in compliance with section 451a of the management
20 and budget act, 1984 PA 431, MCL 18.1451a:

21 (a) The purpose of the work project is to expand financial
22 support provided through loan repayment assistance to eligible
23 nurses.

24 (b) The work project will be accomplished by utilizing state
25 employees or contracts.

26 (c) The total estimated cost of the work project is
27 \$2,500,000.00.

28 (d) The tentative completion date is September 30, 2029.

29 Sec. 1982. From the funds appropriated in part 1 for nurse



1 workforce development, the department shall allocate \$10,000,000.00 to a
2 4-year state university located in a county with a population greater than
3 1,500,000 according to the most recent federal decennial census. Funding
4 must be used to support efforts to increase retention and reduce nurse
5 faculty turnover. Eligible uses for funds under this section include, but
6 are not limited to, the following:

7 (a) Providing salary increases for qualified clinicians
8 serving as clinical educators.

9 (b) Providing tuition support for nurses wishing to pursue a
10 graduate certificate in nursing education.

11 (c) Providing agency incentives for full semester clinical
12 placements.

13 (d) Supporting nurse residency programming.

14 (e) Supporting research designed to develop effective methods
15 to reduce staff turnover.

16 Sec. 1984. From the funds appropriated in part 1 for patient-
17 centered medical home, the department shall allocate \$1,000,000.00
18 to a nonprofit organization that is organized under the laws of
19 this state, is exempt from federal income tax under section
20 501(c)(3) of the internal revenue code of 1986, 26 USC 501, is
21 located in a city with a population between 9,500 and 10,500 in a
22 county with a population between 170,000 and 180,000, according to
23 the most recent federal decennial census, and that provides
24 medical, pharmaceutical, dental, obstetrical, and mental health
25 services to economically disadvantaged individuals to build a
26 comprehensive health clinic.

27 Sec. 1986. From the funds appropriated on part 1 for pediatric
28 lead testing pilot, the department shall allocate \$1,000,000.00 to
29



1 a toxicology laboratory located in a county with a population between
2 260,000 and 262,000. Funds must be used to establish a pediatric oral
3 fluid lead testing pilot.

4 Sec. 1988. From the funds appropriated in part 1 for pediatric
5 psychiatric urgent care center, the department shall allocate
6 \$5,000,000.00 to a nonprofit organization organized under the laws
7 of this state that is exempt from federal income tax under section
8 501(c)(3) of the internal revenue code of 1986, 26 USC 501, that
9 was founded in 1910, and that offers a full continuum of behavioral
10 health services, including psychiatric urgent care; inpatient and
11 partial hospitalization; residential, outpatient, and teletherapy
12 services; addiction treatment and recovery; extensive child and
13 adolescent programs; senior care services; and specialized
14 assessment and treatment clinics. The funds allocated under this
15 section must be used to open a pediatric psychiatric urgent care
16 center to provide all of the following:

- 17 (a) Psychiatric assessments.
18 (b) Referrals into inpatient and other services.
19 (c) Prescriptions.
20 (d) Aftercare planning, workforce development, and telehealth
21 technology improvements.

22 Sec. 1990. (1) From the funds appropriated in part 1 for
23 preweatherization services, the department shall allocate
24 \$10,000,000.00 to support preweatherization efforts to reduce
25 energy costs for low-income families.

26 (2) The unexpended funds appropriated in part 1 for
27 preweatherization services are designated as a work project
28 appropriation. Unencumbered or unallotted funds shall not lapse at
29 the end of the fiscal year and shall be available for expenditures



1 under this section until the project has been completed. The following are
2 in compliance with section 451a(1) of the management and budget act, 1984
3 PA 431, MCL 18.1451a:

4 (a) The purpose of the work project is to reduce energy costs
5 for low-income families, particularly for the elderly, people with
6 disabilities, and children, while ensuring their health and safety.

7 (b) The work project will be accomplished by utilizing state
8 employees or contracts.

9 (c) The total estimated cost of the work project is
10 \$10,000,000.00.

11 (d) The tentative completion date is September 30, 2029.

12 Sec. 1992. From the funds appropriated on part 1 for sexual
13 assault and domestic violence prevention services, the department
14 shall allocate \$3,500,000.00 to supplement the loss of federal
15 victims of crime act and state crime victim rights funding. The
16 department must distribute these the funds consistent with the
17 regular allocation formula for crime victim justice grants and
18 crime victim rights services grants.

19 Sec. 1994. From the funds appropriated in part 1 for sickle
20 cell center, the department shall allocate \$2,500,000.00 to the
21 Sickle Cell Disease Association of America for the Sickle Cell
22 Center of Excellence.

23 Sec. 1996. From the funds appropriated in part 1 for suicide
24 loss survivor program, the department shall allocate \$250,000.00 to
25 a nonprofit organization organized under the laws of this state
26 that is exempt from federal income tax under section 501(c)(3) of
27 the internal revenue code of 1986, 26 USC, and is located in a city
28 with a population that is greater than 600,000 that is located in a
29 county with a population greater than 1,700,000, according to the



1 most recent federal decennial census. Funds shall be used to support the
2 suicide loss survivor program.

3 Sec. 1998. The funds appropriated in part 1 for state
4 employees' retirement system implementation costs must be expended
5 by the department to cover additional pension-related costs if the
6 following bills of the 102nd Legislature are enacted into law:

7 (a) House Bill No. 4665.

8 (b) House Bill No. 4666.

9 (c) House Bill No. 4667.

10 Sec. 2000. From the funds appropriated in part 1 for
11 supportive home visitation, the department shall allocate
12 \$1,000,000.00 to a nonprofit organization organized under the laws
13 of this state that is exempt from federal income tax under section
14 501(c)(3) of the internal revenue code of 1986, 26 USC 501, and
15 that is located in a county with a population between 260,000 and
16 262,000, according to the most recent federal decennial census.
17 Funds under this section must be used to support women and infants
18 through a home visitation program designed to improve parenting
19 skills.

20 Sec. 2002. From the funds appropriated in part 1 for
21 transitional housing, the department shall allocate \$1,750,000.00
22 to a nonprofit organization organized under the laws of this state
23 that is exempt from federal income tax under section 501(c)(3) of
24 the internal revenue code of 1986, 26 USC 501, and that is located
25 in a city with a population between 109,000 and 110,000 in a county
26 with a population between 1,700,000 and 1,800,000, according to the
27 most recent federal decennial census. Funds under this section must
28 be used to renovate and establish transitional housing for domestic
29 abuse survivors and their families. To be eligible for funds under



1 this section, an organization must have current experience providing
2 support to vulnerable and underserved communities through a teaching
3 community model.

4 Sec. 2004. From the funds appropriated in part 1 for tribal
5 homeless shelter operations, the department shall allocate
6 \$750,000.00 to support a tribal homeless shelter in a county with a
7 population between 36,500 and 36,800 according to the most recent
8 federal decennial census. Funds under this section must be used to
9 support shelter services provided to tribal members.

10 Sec. 2006. From the funds appropriated in part 1 for water
11 affordability, the department shall allocate \$10,000,000.00 to
12 support water affordability efforts. Eligible uses for funds
13 include, but are not limited to, erasing water arrearages for
14 eligible residents at risk of having their water shut off and
15 subsidizing water affordability programs.

