

FY 2024-25: HEALTH AND HUMAN SERVICES
Summary: As Reported by the Senate
Senate Bill 767 (S-1) as Amended



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IDG/IDT	FY 2023-24 Enacted as of 2/7/24	FY 2024-25 Executive	FY 2024-25 House	FY 2024-25 Senate	FY 2024-25 Conference	Difference: Senate From FY 2023-24 Enacted	
						Amount	%
	\$14,676,900	\$14,707,900	\$14,707,900	\$14,707,900	\$	\$31,000	0.2
Federal	25,806,821,200	26,755,591,000	26,703,147,900	26,724,399,200		917,578,000	3.6
Local	162,620,500	162,870,000	160,445,300	154,189,500		(8,431,000)	(5.2)
Private	179,694,600	179,764,200	179,764,200	179,764,200		69,600	0.0
Restricted	3,106,634,400	3,883,861,200	3,937,264,500	3,954,505,700		847,871,300	27.3
GF/GP	6,464,135,400	6,705,498,500	6,768,198,600	6,683,117,500		218,982,100	3.4
Gross	\$35,734,583,000	\$37,702,292,800	\$37,763,528,400	\$37,710,684,000	\$	\$1,976,101,000	5.5
FTEs	15,861.5	15,929.5	15,897.5	15,889.5		28.0	0.2

Note: Appropriation figures for FY 2024-25 include all proposed appropriation amounts, including amounts designated as "one-time."

Overview

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

Major Budget Changes from FY 2023-24 Enacted Appropriations	FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 Senate Change
MEDICAID – GENERAL		
1. Traditional Medicaid Cost Adjustments	Gross \$18,219,346,600	\$360,221,100
<u>Executive</u> includes an increase of \$360.2 million Gross (\$174.6 million GF/GP) to recognize caseload, utilization, inflation, and special financing adjustments, and traditional FMAP cost-sharing adjustments from FMAP increasing from 64.94% to 65.13%, less 1 quarter of 1.5% enhanced FMAP provided under the federal Consolidated Appropriations Act, 2023, for medical and behavioral health services in the traditional Medicaid program. <u>House</u> includes an increase of \$330.3 million Gross (\$164.2 million GF/GP). <u>Senate</u> concurs with the Executive.	Federal 11,973,142,000	115,081,800
	Local 45,460,600	(3,689,200)
	Private 10,547,100	(1,178,800)
	Restricted 2,418,234,100	75,359,200
	GF/GP \$3,771,962,800	\$174,648,100
2. Healthy Michigan Plan Cost Adjustments	Gross \$5,915,913,200	(\$69,234,600)
<u>Executive</u> includes a reduction of \$69.2 million Gross (\$6.0 million GF/GP) to recognize caseload, utilization, inflation, and special financing adjustments for medical and behavioral health services in the Healthy Michigan Plan (HMP). <u>House</u> and <u>Senate</u> concur.	Federal 5,311,479,200	(61,520,200)
	Local 1,714,800	36,100
	Private 168,800	915,400
	Restricted 487,171,700	(2,616,400)
	GF/GP \$115,378,700	(\$6,049,500)
3. Actuarial Soundness	Gross NA	\$496,691,300
<u>Executive</u> includes \$496.7 million Gross (\$134.5 million GF/GP) to support an estimated 3.0% actuarial soundness adjustment for prepaid inpatient health plans (PIHPs), 3.5% for Medicaid Health plans, 5.6% for Program of All-inclusive Care for the Elderly (PACE), 4.0% for home- and community-based services, 1.0% for Integrated Care Organizations (MI Health Link), and 2.5% for Healthy Kids Dental. <u>House</u> and <u>Senate</u> concur.	Federal NA	362,212,000
	GF/GP NA	\$134,479,300

	FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 Senate Change
Major Budget Changes from FY 2023-24 Enacted Appropriations		
4. Federal Managed Care Rule – Hospital Rate Adjustment	Gross	\$2,309,438,000
<u>Executive</u> includes an increase of \$2,320.9 million Gross (reduction of \$167.1 million GF/GP) from increased Hospital Quality Assurance Assessment Program (QAAP)-funded Hospital Rate Adjustments (HRA) payments that are able to be increased under recent federal rule changes. The corresponding GF/GP adjustments are associated with a statutory state retainer that is tied to the federal share of these QAAP-funded hospital payments. <u>House</u> and <u>Senate</u> concur.		\$2,320,864,500
	Federal	1,723,448,100
	Restricted	878,132,900
	GF/GP	(\$292,143,000)
		1,720,074,600
		767,857,900
		(\$167,068,000)
5. Federal Managed Care Rule – DSH Payment Adjustments	Gross	\$233,500,000
<u>Executive</u> includes a net reduction of \$230.0 million Gross (net increase of \$70.2 million GF/GP) based on the removal of Disproportionate Share Hospital (DSH) payments that hospitals would no longer be eligible for as a result of the HRA increase. Changes include:		(\$230,000,000)
<ul style="list-style-type: none"> Eliminating Hospital QAAP-funded Outpatient DSH (\$185.0 million Gross (\$21.0 million GF/GP cost)). Removing Certified Public Expenditure DSH GF/GP savings (\$61.5 million GF/GP). Eliminating Regular DSH (\$45.0 million Gross (\$11.2 million GF/GP)) and using \$4.6 million restricted Health and Safety Fund repurposed to offset GF/GP. Changing University DSH (\$3.5 million) to 100% GF/GP grant. 	Federal	213,100,000
	Restricted	91,703,600
	GF/GP	(\$71,303,600)
		(213,100,000)
		(87,078,600)
		\$70,178,600
<u>House</u> and <u>Senate</u> concur.		
6. Medicare Buy-In Compliance Adjustments	Gross	NA
<u>Executive</u> includes a net reduction of \$25.7 million Gross (increase of \$8.8 million GF/GP) to increase \$27.3 million GF/GP associated with state costs to cover Medicare Part B premiums for individuals whose income is above 120% of federal poverty. eligible for both Medicare and Medicaid (dually-eligibles) and reduce \$53.0 million Gross (\$18.5 million GF/GP) based on assumed Medicaid savings from additional individuals being covered under Medicare Part B. <u>House</u> and <u>Senate</u> concur.	Federal	NA
	GF/GP	NA
		(\$25,709,700)
		(34,522,400)
		\$8,812,700
DEPARTMENT ADMINISTRATION / INFORMATION TECHNOLOGY		
	FTE	197.0
		0.0
7. Office of the Inspector General - Fraud Framework Grant	Gross	\$25,869,800
<u>Executive</u> includes \$750,000 in additional federal authorization to realize a grant awarded to the DHHS Office of Inspector General (OIG) to improve recipient fraud prevention for Supplemental Nutrition Assistance Program (SNAP) benefits. <u>House</u> and <u>Senate</u> concur.		\$750,000
	IDG/IDT	198,200
	Federal	13,851,000
	GF/GP	\$11,820,600
		0
		750,000
		\$0
8. MiHIN Maintenance	Gross	NA
<u>House</u> includes \$3.2 million GF/GP to provide additional system maintenance funding for the Michigan Health Information Network. <u>Senate</u> includes \$1.5 million GF/GP.		\$1,500,000
	GF/GP	NA
		\$1,500,000
9. Economic Adjustments	Gross	NA
<u>Executive</u> reflects increased costs of \$57.8 million Gross (\$39.1 million GF/GP) for negotiated salary and wage increases (5.0% on October 1, 2024), actuarially required retirement contributions, worker's compensation, building occupancy charges, rent, and other economic adjustments. <u>House</u> concurs. <u>Senate</u> does not include adjustments for unclassified salaries.		\$57,723,100
	IDG/IDT	NA
	Federal	NA
	Local	NA
	Private	NA
	Restricted	NA
	GF/GP	NA
		31,000
		17,650,800
		309,700
		329,700
		359,900
		\$39,042,000

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 Senate Change
Major Budget Changes from FY 2023-24 Enacted Appropriations			
10. State Employees' Retirement System	Gross	NA	\$12,700,000
<u>House</u> includes \$700,000 GF/GP, on a one-time basis for implementation costs for House Bills 4665-4667. <u>Senate</u> includes \$12.7 million GF/GP on an ongoing basis for implementation costs and for limited defined benefit for additional frontline DHHS workers.	GF/GP	NA	\$12,700,000
COMMUNITY SERVICES AND OUTREACH			
11. TANF Housing Assistance	Gross	NA	\$10,750,000
<u>Executive</u> includes \$3.5 million federal TANF to support families involved in the child welfare system that face housing insecurity. <u>House</u> concurs. <u>Senate</u> includes \$10.8 million federal TANF and includes short-term hoteling and shelter construction in funding.	TANF GF/GP	NA NA	10,750,000 \$0
12. Michigan 2-1-1 Increase	Gross	\$2,900,000	\$5,000,000
<u>Executive</u> includes \$1.0 million GF/GP to provide an increase the United Way's 2-1-1 service. <u>House</u> concurs. <u>Senate</u> includes \$5.0 million GF/GP.	Federal GF/GP	\$2,900,000	\$5,000,000
13. Kids Food Basket Increase (One-Time)	Gross	\$525,000	\$2,000,000
<u>House</u> includes \$500,000 GF/GP to provide an increase to the Kids Food Basket program. In FY 2023-24, the program received an additional \$1.0 million GF/GP in the one-time unit. <u>Senate</u> includes \$2.0 million GF/GP on a one-time basis.	GF/GP	\$525,000	\$2,000,000
14. Statewide Emergency Shelter Support (One-Time)	Gross	NA	\$0
<u>Executive</u> includes \$7.3 million GF/GP to support statewide emergency shelter operations. Amount includes \$4.5 million GF/GP to support families involved in the child welfare system with housing security, \$2.0 million GF/GP to support construction of family shelters, and \$750,000 GF/GP for short term hoteling. <u>House</u> includes \$2.0 million GF/GP to support construction of family shelters and \$750,000 GF/GP for short term hoteling. <u>Senate</u> does not include.	GF/GP	NA	\$0
15. Preweatherization Services (One-Time)	Gross	NA	\$0
<u>Executive</u> includes \$5.0 million GF/GP to draw down the federal Infrastructure, Investment, and Jobs Act (IIJA) grant matching funds for weatherization assistance. The 5-year annual IIJA grant amount is \$41.8 million. <u>House</u> includes funding as preweatherization services and provides additional \$5.0 million GF/GP. <u>Senate</u> does not include.	GF/GP	NA	\$0
16. Housing Supports (One-Time)	Gross	\$0	\$5,000,200
<u>House</u> includes \$2.5 million GF/GP for the following:	GF/GP	\$0	\$5,000,200
<ul style="list-style-type: none"> • Amity Foundation - renovations to transitional housing (\$1.8 million). • Lodge of Hope - tribal homeless shelter operations (\$750,000). <u>Senate</u> includes \$5.0 million GF/GP for the following: • Grants to faith-based organizations that provide housing services and activities (\$5.0 million). • Holy Cross Services- building purchase and renovations (\$100 GF/GP placeholder). • MiSIDE- combined housing and childcare project in Detroit (\$100 GF/GP placeholder). 			
17. Diaper Assistance Grants	Gross	\$4,404,400	\$10,000,000
<u>Senate</u> includes \$10.0 million federal TANF to expand diaper assistance grants and allow for diapering supplies to be distributed in bulk and includes local county offices to the list of eligible recipients.	TANF GF/GP	2,202,200 \$2,202,200	10,000,000 \$0

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 Senate Change
Major Budget Changes from FY 2023-24 Enacted Appropriations			
18. Housing First Initiatives- Tiny Villages/Non Congregate Shelter	Gross	NA	\$20,000,000
	TANF	NA	20,000,000
	GF/GP	NA	\$0
<i>Senate</i> includes \$20.0 million federal TANF to fund the construction of two tiny home villages and non-congregate shelter for homeless individuals and families.			
19. Cody Rouge Senior University	Gross	NA	\$400,000
	GF/GP	NA	\$400,000
<i>Senate</i> includes \$400,000 GF/GP to Cody Rouge Senior University to improve connectivity and computer skills for seniors. In FY 2023-24, the program received \$400,000 GF/GP on a one-time basis.			
20. CEDAM Free Tax Preparation Placeholder	Gross	NA	\$100
	GF/GP	NA	\$100
<i>Senate</i> includes \$100 GF/GP placeholder to Community Economic Development Association of Michigan to expand Volunteer Income Tax Assistance program into counties that do not have a current site.			
21. Community Impact Center (One-Time)	Gross	\$0	\$5,000,000
	Restricted	0	5,000,000
	GF/GP	\$0	\$0
<i>Senate</i> includes \$5.0 million in restricted revenue to Wayne Metro Community Action Agency to establish a community center and campus at the site of an old elementary school.			
CHILDREN'S SERVICES AGENCY – CHILD WELFARE			
22. Child Welfare Caseload Adjustments	Gross	\$791,319,100	(\$2,137,300)
	TANF	72,896,400	(2,646,800)
	Federal	210,841,500	(12,193,600)
	Local	33,295,400	(5,106,100)
	Private	1,500,000	3,300
	Restricted	2,000,000	1,615,800
	GF/GP	\$470,785,800	\$16,190,100
<i>Executive</i> reduces funding for child welfare programs by \$2.1 million Gross (increases \$16.2 million GF/GP) as follows:			
<ul style="list-style-type: none"> Adoption Subsidies is reduced by \$16.6 million Gross (\$4.4 million GF/GP). Child Care Fund is increased by \$2.0 million Gross (\$10.2 million GF/GP). Foster Care Payments is increased by \$13.5 million Gross (\$11.5 million GF/GP). Guardianship Assistance Program is reduced by \$1.0 million Gross (\$681,600 GF/GP). 			
Amount includes \$291,900 GF/GP increase from changes in the FY 2024-25 FMAP up to 65.13% and a backout of the final quarter of pandemic-related E-FMAP. <i>House</i> and <i>Senate</i> concur.			
23. Child Caring Institution Rate Restructure	FTE	NA	0.0
	Gross	NA	\$100
	Local	NA	0
	GF/GP	NA	\$100
<i>Executive</i> includes \$38.0 million Gross (\$30.3 million GF/GP) to restructure contracts to private residential child placing agencies to provide upfront funding based on available beds rather than a per child per day payment. Amount includes \$464,600 Gross (\$343,100 GF/GP) to fund additional 6.0 FTE positions provided within the Department Administration and Management unit to administer the rate restructure. <i>House</i> includes \$25.4 million Gross (\$20.3 million GF/GP) to fund 600 residential beds, a 9% increase to current per diem rates to support employee retention and recruitment, and a rate for unfilled residential beds that is 90% of the filled bed rate. Amount does not include funding for 6.0 additional FTE positions. <i>Senate</i> includes a \$100 GF/GP placeholder.			
24. TANF Swap	Gross	NA	\$0
	TANF	NA	(40,000,000)
	GF/GP	NA	\$40,000,000
<i>Executive</i> includes \$40.0 million GF/GP increase to offset a \$40.0 million TANF reduction within child welfare staffing lines. Funding will be reappropriated to fund new supports to low-income families. <i>House</i> and <i>Senate</i> concur.			
25. Raise the Age Fund Elimination	Gross	\$13,150,000	(\$13,150,000)
	GF/GP	\$13,150,000	(\$13,150,000)
<i>Executive</i> reduces funding by \$13.2 million GF/GP through the elimination of the Raise the Age Fund. <i>House</i> and <i>Senate</i> concur.			

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 Senate Change
Major Budget Changes from FY 2023-24 Enacted Appropriations			
26. Family Preservation Program Increase	FTE	34.0	0.0
<u>House</u> includes \$12.2 million TANF revenue to support community - based family preservation and prevention programming to keep children in their homes and out of foster care. <u>Senate</u> does not include.	Gross	\$56,987,700	\$0
	TANF	43,228,500	0
	Federal	5,053,600	0
	GF/GP	\$8,705,600	\$0
27. Foster Care Administrative Rate/Maintenance Payment Increase	Gross	NA	\$15,000,000
<u>House</u> includes \$11.8 million Gross (\$5.5 million GF/GP) to provide a \$5.00 increase to the administrative rate for private foster care agencies. The administrative rate would increase from \$55.20 to \$60.20. <u>Senate</u> includes \$15.0 million GF/GP to increase maintenance payments to foster parents, adoptive parents, and juvenile guardians (\$7.5 million GF/GP). Amount also includes funding to increase administrative rates to private agencies (\$7.5 million GF/GP).	GF/GP	NA	\$15,000,000
28. Raise the Age Reimbursement Rate Reduction	Gross	NA	(\$9,000,000)
<u>Executive</u> reduces funding by \$9.0 million GF/GP through the lowering of the state reimbursement rate to counties for 17-year-old juvenile offenders from 100% to 50% resulting from the statutory change implemented in PA 297 of 2023. <u>House</u> and <u>Senate</u> concur.	GF/GP	NA	(\$9,000,000)
29. Juvenile Justice Investments	FTE	NA	0.0
<u>Executive</u> includes \$11.9 million Gross (\$10.7 million GF/GP) and authorizes an additional 21.0 FTE positions to implement recommendations from the Governor's Task Force on Juvenile Justice Reform. Funding will be used in part to support staffing at the two state residential facilities, Bay Pines and Shawono Center. Amount also includes \$5.0 million GF/GP on a one-time basis for capital improvements at the two state residential facilities. <u>House</u> concurs but does not include the \$5.0 million GF/GP in the one-time unit. <u>Senate</u> includes \$100 GF/GP placeholder and does not include the \$5.0 million GF/GP in the one-time unit.	Gross	NA	\$100
	Local	NA	0
	GF/GP	NA	\$100
30. Title IV-E Payments to Unlicensed Relatives	Gross	NA	\$0
<u>Executive</u> includes \$10.0 million GF/GP savings due to a recent federal rule change that allows federal Title IV-E funds to now be used to provide payments to unlicensed relatives. Previously, the state only received IV-E reimbursement for placements with licensed caregivers. Payments to unlicensed relatives were exclusively funded by GF/GP. <u>House</u> and <u>Senate</u> concur.	Federal	NA	10,000,000
	GF/GP	NA	(\$10,000,000)
31. Modified Implementation, Sustainability, and Exit Plan (MISEP) Strategy and Improvements	Gross	NA	\$0
<u>Executive</u> includes \$10.0 million GF/GP for provide program and staffing supports in order to meet identified MISEP benchmarks. <u>House</u> and <u>Senate</u> do not include.	GF/GP	NA	\$0
32. Court-Appointed Special Advocates Increase (One-Time)	Gross	\$1,000,000	\$750,000
<u>House</u> includes \$1.5 million GF/GP to support the court-appointed special advocates program that provides abused or neglected children with advocates who represent their best interests during legal proceedings. In FY 2023-24, the program received an additional \$1.5 million GF/GP in the one-time unit. <u>Senate</u> includes \$750,000 GF/GP on a one-time basis.	GF/GP	\$1,000,000	\$750,000
33. Foster Care Clothing Allowance Increase	Gross	NA	\$1,455,000
<u>Executive</u> includes \$1.5 million GF/GP to increase the semiannual clothing allowance and holiday allowance for foster youth by \$50. <u>House</u> and <u>Senate</u> concur.	Federal	NA	344,300
	GF/GP	NA	\$1,110,700

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 Senate Change
Major Budget Changes from FY 2023-24 Enacted Appropriations			
34. Foster Care Disability Navigator	Gross	NA	\$0
<u>House</u> includes \$1.0 million GF/GP to Arc Michigan to provide education supports for youth with disabilities currently in foster care or who have been adopted from foster care in the past year. <u>Senate</u> does not include.	GF/GP	NA	\$0
35. Parent-to-Parent Increase	Gross	\$250,000	\$0
<u>House</u> includes \$500,000 GF/GP to support the Parent-to-Parent program (also known as Adoptive Parent Support Network). <u>Senate</u> does not include.	GF/GP	\$250,000	\$0
36. Foster Care Suitcase	Gross	NA	\$1,000,000
<u>Senate</u> includes \$1.0 million GF/GP to provide suitcases to children entering foster or who are already in foster care to keep their personal belongings in as they move to a new placement.	GF/GP	NA	\$1,000,000
37. Children's Services Administration Training (One-Time)	Gross	\$0	\$0
<u>Executive</u> includes \$2.0 million GF/GP to fund a training program for administration staff. <u>House</u> concurs. <u>Senate</u> does not include.	GF/GP	\$0	\$0
38. Juvenile Justice Deferred Maintenance (One-Time)	Gross	\$0	\$0
<u>House</u> includes \$1.0 million GF/GP to Spectrum Human Services for renovations and security upgrades needed to reopen a secure residential juvenile justice facility. <u>Senate</u> does not include.	GF/GP	\$0	\$0
39. Juvenile Justice Infrastructure Pool (One-Time)	Gross	\$0	\$14,000,000
<u>Senate</u> includes \$14.0 million GF/GP to be allocated as grants to support capital improvements at all state-owned and non-state-owned juvenile justice facilities with at least \$9.0 million GF/GP being allocated specifically for non-state-owned facilities.	GF/GP	\$0	\$14,000,000

PUBLIC ASSISTANCE / LOCAL OFFICE OPERATIONS

40. Public Assistance Caseloads	Gross	\$5,404,101,000	(\$1,253,334,800)
<u>Executive</u> includes a net reduction of \$1,253.3 million Gross (increase of \$2.3 million GF/GP) for current year and FY 2024-25 caseload adjustments for the Family Independence Program (FIP), Food Assistance Program (FAP), State Disability Assistance (SDA), and State Supplementation (SSI). The reduction primarily results from a decrease in FAP caseloads. Caseload changes include:	TANF	60,988,000	(1,103,500)
	Federal	5,268,764,400	(1,255,104,400)
	Restricted	14,659,600	528,900
	GF/GP	\$59,689,000	\$2,344,200

- FIP – reduction of \$1.1 million Gross (\$47,700 GF/GP).
- FAP – reduction of \$1.255 million federal.
- SDA – increase of \$2.6 million Gross (\$2.0 million GF/GP).
- SSI – increase of \$279,600 GF/GP.

House and Senate concur.

41. Assistance Programs – Increase TANF Support

<u>Executive</u> includes \$100.0 million Temporary Assistance for Needy Families (TANF) block grant revenues to support a new program and supplement various other public assistance programs. <u>House</u> includes \$78.0 million Gross (\$11.6 million GF/GP). <u>Senate</u> includes \$37.3 million TANF (\$0 GF/GP), and adjusts appropriations to include:	Gross	\$5,661,734,400	\$37,250,000
	TANF	67,196,600	37,250,000
	Federal	5,451,670,200	0
	Restricted	64,659,600	0
	GF/GP	\$78,208,000	\$0

- \$12.8 million TANF to extend FIP lifetime limits.
- Does not include TANF to increase the pool for local office emergency relief grants.
- Does not include an ongoing Prenatal and Infant Support program.
- \$24.5 million TANF to increase the Family Independence Program – Young Child Supplement per child, per case monthly supplementary amount to \$150, and include an additional monthly supplemental stipend for children over the age of 6.

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 Senate Change
Major Budget Changes from FY 2023-24 Enacted Appropriations			
42. Michigan Energy Assistance Program (MEAP) (One-Time)	Gross	\$50,000,000	\$24,750,000
<u>Executives</u> includes \$15.0 million GF/GP to increase the pool for State Emergency Relief (SER) energy assistance grants to low-income residents by approximately 30%. MEAP is primarily funded through the Low-Income Energy Assistance Fund (LIEAF), which is supported by a per-customer utility surcharge. <u>House</u> includes \$7.5 million GF/GP. <u>Senate</u> includes \$24.8 million in lapsed work project funds, and allocates as one-time appropriations, to provide energy-related assistance to eligible households at or below 150% of the Federal Poverty Level.	Restricted	50,000,000	24,750,000
	GF/GP	\$0	\$0
43. Water affordability (One-Time)	Gross	\$0	\$24,750,000
<u>House</u> includes \$10.0 million GF/GP, on a one-time basis, for water affordability efforts, including paying water arrearages, shut off notices, and subsidizing other water affordability programs. <u>Senate</u> includes \$24.8 million in lapsed work project funds on a one-time basis.	Restricted	0	24,750,000
	GF/GP	\$0	\$0
44. Indigent Burial Payment Increase	Gross	\$3,869,100	\$1,000,000
<u>House</u> includes \$431,900 Gross (\$428,300 GF/GP) to increase indigent burial SER grants by 12%. <u>Senate</u> includes \$1.0 million GF/GP.	TANF	300,000	0
	GF/GP	\$3,569,100	\$1,000,000
45. Food Assistance Error Penalty	Gross	\$7,438,300	(\$3,719,200)
<u>Senate</u> includes a reduction of \$3.7 million GF/GP for the federally-required corrective action and fine funding for Supplemental Nutrition Assistance Program administrative errors in distribution.	GF/GP	\$7,438,300	(\$3,719,200)
46. Local Food Pantry Grants (One-Time)	Gross	\$0	\$2,429,400
<u>Senate</u> includes \$2.4 million GF/GP, on a one-time basis, to support grants to local food pantries to purchase additional food stuffs.	GF/GP	\$0	\$2,429,400
47. SSI Advocacy Grant Increase	Gross	\$375,000	\$600,000
<u>Senate</u> includes \$600,000 GF/GP to increase the annual grant amount to the Legal Services Association of Michigan to support Supplemental Security Income (SSI) application services for low-income residents.	GF/GP	\$375,000	\$600,000
48. Centers for Independent Living (CIL)	Gross	\$0	\$2,000,000
<u>Senate</u> includes \$2.0 million GF/GP (\$500,000 allocated as one-time funding to support CIL relocation services.	GF/GP	\$0	\$2,000,000
49. Elder Law Services Grant Increase	Gross	\$350,000	\$100,000
<u>Senate</u> includes \$100,000 Gross (\$50,000 GF/GP) to increase the MiCAFE annual grant amount to support legal services for low-income older adults.	Federal	175,000	50,000
	GF/GP	\$175,000	\$50,000
50. Disability Independent Living (One-Time)	Gross	\$0	\$250,000
<u>Senate</u> includes \$250,000 GF/GP, on a one-time basis, to support an independent living pilot program for persons with disabilities.	GF/GP	\$0	\$250,000
51. Food Desert Project (One-Time)	Gross	\$0	\$5,000,000
<u>Senate</u> includes \$5.0 million GF/GP to the Michigan Independent Retailer Association to aid grocers and retail merchants to combat food deserts.	GF/GP	\$0	\$5,000,000

Major Budget Changes from FY 2023-24 Enacted Appropriations

**FY 2023-24
Enacted
(as of 2/7/24)**

**FY 2024-25
Senate
Change**

BEHAVIORAL HEALTH

52. Certified Community Behavioral Health Clinics

Executive includes \$193.3 million Gross (a net increase of \$35.6 million GF/GP) and authorizes 12.0 FTE positions to expand Certified Community Behavioral Health Clinics (CCBHCs) into additional counties to provide services to an estimated 50,000 additional individuals. Amount assumes \$12.4 million of GF/GP savings from current Medicaid mental health programming that would be provided through CCBHCs and would be eligible for enhanced FMAP reimbursements of 75.59% rather than 65.13% Amount also includes \$1.8 million Gross (\$1.0 million GF/GP) for DHHS administration and actuarial costs. Sec. 1002 is related, new boilerplate. House includes \$153.2 million Gross (\$27.7 million GF/GP) to expand CCBHCs to an estimated 40,000 additional individuals, does not increase FTE positions, and revises Sec. 1002 including to prioritize new CCBHCs in counties without an existing CCBHC. Senate includes \$135.9 million Gross (\$25.0 million GF/GP) to expand CCBHCs, does not increase FTE positions, and includes \$250,000 state restricted for a study.

FTE	NA	0.0
Gross	\$386,381,700	\$135,892,700
Federal	300,479,500	110,642,700
Restricted	0	250,000
GF/GP	\$85,902,200	\$25,000,000

53. Autism Services

House includes \$12.5 million Gross (\$4.4 million GF/GP) to increase autism behavioral technician hourly rates up to \$62.00 per hour. Senate includes \$34.4 million Gross (\$12.0 million GF/GP) to increase rates up to \$70.00 per hour.

Gross	\$279,257,100	\$34,413,500
Federal	183,813,700	22,413,500
GF/GP	\$95,443,400	\$12,000,000

54. Michigan Crisis and Access Line (MICAL)

Executive includes \$2.3 million Gross (\$3.3 million GF/GP) to support increased costs of the 988 Suicide and Crisis Lifeline and to backfill reduction of federal grant funding. Amount would also move a \$5.0 million FY 2023-24 one-time grant into the ongoing allocation. House concurs. Senate backfills federal grant funding and removes \$5.0 million one-time grant.

Gross	\$16,348,000	(\$5,000,000)
Federal	8,348,000	(1,036,400)
GF/GP	\$8,000,000	(\$3,963,600)

55. Behavioral Health Workforce

Executive includes \$3.5 million Gross (\$500,000 GF/GP) for (1) ongoing GF/GP support to assist with examination fees and supervision costs of behavioral health professionals and (2) \$3.0 million federal State Fiscal Recovery Funds (SFRF) to support internship and scholarship opportunities for behavioral health professionals. House does not include. Senate includes \$100 placeholder.

Gross	NA	\$100
Federal	NA	0
GF/GP	NA	\$100

56. Opioid Healing and Recovery Fund

House adds \$53.4 million of state restricted Opioid Healing and Recovery Fund to provide grants to regional community mental health entities (PIHPs) (\$30.0 million), non-Medicaid hospital peer recovery coach services (\$8.3 million), tribal communities (\$5.0 million), peer recovery coach training (\$250,000), Great Lakes Recovery women's recovery center (\$3.6 million one-time), recovery community organizations (\$3.2 million one-time), Andy's Place (\$3.0 million one-time). Senate adds one-time funding for Great Lakes Recovery women's recovery center (\$3.6 million GF/GP one-time), Andy's Place (\$3.0 million) and ARC Michigan Sober Living (\$2.0 million).

Gross	\$23,200,000	\$8,620,000
Restricted	23,200,000	5,000,000
GF/GP	\$0	\$3,620,000

57. PIHP Peer Supports Increase

Senate includes \$6.0 million Gross (\$1.6 million Opioid Healing and Recovery Fund as federal Medicaid match) to increase non-hospital peers supports provided through the PIHPs.

Gross	NA	\$6,000,000
Federal	NA	4,355,500
Restricted	NA	1,644,500
GF/GP	NA	\$0

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 Senate Change
Major Budget Changes from FY 2023-24 Enacted Appropriations			
58. Behavioral Health Access	Gross	NA	\$0
<u>House</u> includes \$1.6 million GF/GP to Altarum for primary care training and protected health information tool. <u>Senate</u> does not include.			
	GF/GP	NA	\$0
59. Addiction Workforce Medicine Curriculum	Gross	NA	\$0
<u>House</u> includes \$1.5 million GF/GP for addiction medicine training programming, including anti-stigma education, fellowship GME, and addiction specialists. <u>Senate</u> does not include.			
	GF/GP	NA	\$0
60. Autism Navigator Program	Gross	\$1,025,000	\$0
<u>House</u> adds \$1.0 million GF/GP to the ongoing autism navigator program. <u>Senate</u> does not include.			
	GF/GP	\$1,025,000	\$0
61. Conference of Western Wayne	Gross	\$1,000,000	\$0
<u>House</u> adds \$500,000 GF/GP to the Conference of Western Wayne specialized substance use disorder detoxification project. <u>Senate</u> replaces GF/GP with Opioid Healing and Recovery Fund.			
	Restricted	0	1,000,000
	GF/GP	\$1,000,000	(\$1,000,000)
62. National Association of Yemeni Americans	Gross	NA	\$500,000
<u>Senate</u> includes \$500,000 GF/GP to the National Association of Yemeni Americans to provide community services that are suited to the community regardless of religion, culture, or ethnic background.			
	GF/GP	NA	\$500,000
63. Mosaic Counseling	Gross	NA	\$200,000
<u>House</u> includes \$100,000 GF/GP for Mosaic Counseling to provide counseling services regardless of the client's ability to pay. <u>Senate</u> includes \$200,000 GF/GP.			
	GF/GP	NA	\$200,000
64. Family Support Subsidy	Gross	\$12,654,900	\$3,016,000
<u>Executive</u> adds \$3.0 million federal TANF based on estimated costs of the family support subsidy program, which provides \$300.36 per month to eligible families with a child who is severely mentally impaired, severely developmentally impaired, or autistic. <u>House</u> and <u>Senate</u> concur.			
	TANF	12,654,900	3,016,000
	GF/GP	\$0	\$0
65. Gambling Addiction	FTE	1.0	3.0
<u>Executive</u> adds \$4.0 million Compulsive Gaming Prevention Fund and authorizes 3.0 FTE positions to provide additional gambling prevention and treatment services. <u>House</u> and <u>Senate</u> concur.			
	Gross	\$5,517,400	\$4,000,000
	Restricted	5,517,400	4,000,000
	GF/GP	\$0	\$0
66. Waskul Settlement	Gross	NA	\$11,471,200
<u>Executive</u> includes \$11.5 million Gross (\$4.0 million GF/GP) for estimated costs related to Waskul v. Washtenaw County Community Mental Health and DHHS that would raise the community living support services for Habilitation Supports Waiver recipients that use self-determination up to \$31.00 per hour. <u>House</u> and <u>Senate</u> concur.			
	Federal	NA	7,471,200
	GF/GP	NA	\$4,000,000
67. Nursing Home PAS/ARR-OBRA	FTE	7.0	0.0
<u>Executive</u> adds \$2.0 million Gross (\$500,000 GF/GP) to the nursing home pre-admission screening and evaluation program for individuals who have a serious mental illness and are being admitted to a nursing facility. <u>House</u> and <u>Senate</u> concur.			
	Gross	\$13,970,100	\$2,000,000
	Federal	10,491,700	1,500,000
	GF/GP	\$3,478,400	\$500,000
68. Multicultural Integration (One-Time)	Gross	\$8,600,000	\$0
<u>Executive</u> continues \$8.6 million GF/GP on a one-time basis to multicultural integration agencies that provide physical and behavioral health services to multicultural populations. Program received \$8.6 million GF/GP in FY 2023-24, on a one-time basis. <u>House</u> and <u>Senate</u> concur.			
	GF/GP	\$8,600,000	\$0

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 Senate Change
<u>Major Budget Changes from FY 2023-24 Enacted Appropriations</u>			
69. First Responder Mental Health Service (One-Time)	Gross	\$5,000,000	(\$5,000,000)
<u>Executive</u> continues \$2.5 million GF/GP on a one-time basis for first responder mental health services to support first responders suffering from post-traumatic stress and other mental health conditions. Program received \$5.0 million GF/GP in FY 2023-24, on a one-time basis. <u>House</u> continues \$5.0 million GF/GP. <u>Senate</u> does not continue funding.	GF/GP	\$5,000,000	(\$5,000,000)
70. One-Time Behavioral Health Services Funding	Gross	\$0	\$10,950,000
<u>House</u> includes \$27.2 million GF/GP for 11 one-time projects, <u>Senate</u> includes the following behavioral health-related one-time funding:	GF/GP	\$0	\$10,950,000
<ul style="list-style-type: none"> • \$3.5 million Team Wellness Community Clinic. • \$3.0 million GF/GP for Children's Center. • \$2.5 million GF/GP for Families Against Narcotics. • \$1.7 million GF/GP for Common Ground. • \$250,000 GF/GP for Living and Learning Center. 			
PUBLIC HEALTH			
71. Racial Disparity Task Force Initiatives	Gross	\$46,000,000	(\$35,999,800)
<u>Executive</u> continues \$45.0 million Gross (\$20.0 million GF/GP) to support community health services targeted to assist high health disparity regions within the state, including community-based health clinics, mobile health units, and Healthy Community Zone sites. Amount includes \$25.0 million in federal State Fiscal Recovery Fund (SFRF) revenue on a one-time basis. Of the FY 2023-24 amount, \$36.0 million Gross (\$31.0 million GF/GP) was allocated on a one-time basis. <u>House</u> includes \$2.5 million GF/GP to support mobile health units, \$2.5 million GF/GP is allocated for Sickle Cell Center programming in the one-time unit, and removes \$36.0 million of FY 2023-24 one-time funding. <u>Senate</u> includes \$200 GF/GP placeholders, which includes a \$100 GF/GP placeholder in the one-time unit.	Federal	5,000,000	(5,000,000)
	GF/GP	\$41,000,000	(\$30,999,800)
72. Smoking Prevention and Cessation Increase	FTE	15.0	0.0
<u>Executive</u> includes \$5.0 million GF/GP to expand tobacco cessation and prevention programming across the state. <u>House</u> includes \$2.5 million in Healthy Michigan Fund revenue. <u>Senate</u> includes \$1.0 million GF/GP.	Gross	\$4,621,900	\$1,000,000
	Federal	2,531,100	0
	Restricted	1,646,800	0
	GF/GP	\$444,000	\$1,000,000
73. Oral Health Assessment for Children	Gross	NA	\$2,500,000
<u>Executive</u> includes \$2.5 million GF/GP to fulfill the statutorily required expansion of the oral health assessment program for school children. <u>House</u> and <u>Senate</u> concur.	GF/GP	NA	\$2,500,000
74. Sexual Assault Victim Services	FTE	0.5	0.0
<u>Executive</u> includes \$2.0 million GF/GP to expand sexual assault treatment services and maintain sexual assault examiner program. Funding includes \$1.0 million GF/GP to restore one-time funding from FY 2019-20 for comprehensive sexual assault services and \$1.0 million GF/GP to backfill the sexual assault victim's prevention fund. <u>House</u> and <u>Senate</u> concur.	Gross	\$5,097,300	\$2,000,000
	TANF	1,094,000	0
	Federal	978,300	0
	Restricted	3,000,000	0
	GF/GP	\$25,000	\$2,000,000
75. Ground Emergency Medical Transport	FTE	27.0	0.0
<u>House</u> includes \$2.0 million GF/GP to create a system of recording and accepting Medicaid reimbursement for emergency medical transport services. Amount includes \$500,000 GF/GP one-time funding for start-up costs. <u>Senate</u> does not include.	Gross	\$8,974,200	\$0
	Federal	1,098,900	0
	Restricted	823,600	0
	GF/GP	\$7,051,700	\$0

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 Senate Change
<u>Major Budget Changes from FY 2023-24 Enacted Appropriations</u>			
76. Family Planning and Local Agreements (One-Time)	Gross	NA	\$0
<u>Executive</u> includes \$14.2 million GF/GP, in a one-time basis, to support statewide family planning services such as planning births, preventing unplanned pregnancies, and preventive health screenings. Ongoing appropriation is \$15.8 million Gross (\$7.3 million GF/GP) for FY 2023-24. <u>House</u> and <u>Senate</u> do not include.	GF/GP	NA	\$0
77. Nursing Loan Repayment Program (One-Time)	Gross	\$0	\$0
<u>Executive</u> includes \$10.0 million GF/GP, on a one-time basis, to provide student loan repayment for eligible nurses employed by public and private health facilities in the state. <u>House</u> includes \$2.5 million GF/GP. <u>Senate</u> does not include.	GF/GP	\$0	\$0
78. Perinatal Quality Collaboratives Increase	Gross	\$5,000,000	(\$5,000,000)
<u>Executive</u> continues \$5.0 million GF/GP for the continuation of Perinatal Quality Collaboratives one-time basis grant in order to improve maternal and infant health. <u>House</u> concurs and includes funding on an ongoing basis in the Family Health Services unit. <u>Senate</u> does not continue one-time funding.	GF/GP	\$5,000,000	(\$5,000,000)
79. Community Violence Prevention-Community Grant Program	FTE	8.9	0.0
<u>Executive</u> includes \$5.0 million in State Fiscal Recovery Fund (SFRF) revenue to continue one-time basis funding to support community providers of violence prevention programming and their efforts to reduce gun violence. <u>House</u> concurs and includes funding on an ongoing basis as GF/GP. Amount includes \$500,000 GF/GP to support the community violence intervention central office. <u>Senate</u> includes \$5.7 million GF/GP. Amount includes continuation of \$5.0 million GF/GP on a one-time basis.	Gross	\$18,518,800	\$700,000
	Federal	12,585,900	0
	GF/GP	\$5,932,900	\$700,000
80. Medically Underserved Pharmaceutical Access Stabilization Program	Gross	NA	\$2,000,000
<u>Senate</u> includes \$2.0 million GF/GP to create or maintain access to retail pharmacies in communities around Detroit where community members lack access to medication.	GF/GP	NA	\$2,000,000
81. Suicide Prevention Office	Gross	NA	\$1,500,000
<u>Senate</u> includes \$1.5 million GF/GP to support the establishment of a central state office for suicide prevention efforts.	GF/GP	NA	\$1,500,000
82. Mi Coalition to End Domestic Violence/United Three Fires	Gross	NA	\$1,000,000
<u>Senate</u> includes \$1.0 million GF/GP to Michigan Coalition to End Sexual and Domestic Violence and Uniting Three Fires Against Domestic Violence to support domestic violence and sexual assault programming.	GF/GP	NA	\$1,000,000
83. MIHP Newborn Car Seats	Gross	NA	\$1,000,000
<u>Senate</u> includes \$1.0 million TANF revenue to purchase and distribute newborn infant car seats as part of the Maternal Infant Health Program.	TANF	NA	1,000,000
	GF/GP	NA	\$0
84. Nurse Family Partnership Increase	Gross	NA	\$420,000
<u>Senate</u> includes \$240,000 GF/GP to increase funding for the Nurse Family Partnership Program. In FY 2023-24, the program received \$420,000 GF/GP on a one-time basis.	GF/GP	NA	\$420,000

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 Senate Change
<u>Major Budget Changes from FY 2023-24 Enacted Appropriations</u>			
85. Firearm Injury and Violence Prevention Grant (One-Time)	Gross	\$0	\$0
<u>Executive</u> includes \$4.3 million GF/GP allocated as grants to University of Michigan for the following:	GF/GP	\$0	\$0
<ul style="list-style-type: none"> \$2.6 million GF/GP for technical training, assistance, and program evaluation associated with the implementation of statutory changes to extreme risk protection orders. \$1.0 million GF/GP for training, technical assistance, and program evaluation of strategies to reduce school violence and firearm injuries. \$750,000 GF/GP to support data collection about fatal and non-fatal firearm injuries in the state. 			
<u>House</u> concurs and includes additional \$3.2 million GF/GP. <u>Senate</u> does not include.			
86. Firearm Safety and Violence Prevention (One-Time)	Gross	\$0	\$0
<u>House</u> includes \$1.8 million GF/GP to community-based organizations that provide training and programming on statutory changes to extreme risk protection orders and new safe storage laws. <u>Senate</u> does not include.	GF/GP	\$0	\$0
87. Firefighter Health Care (One-Time)	Gross	\$0	\$100
<u>Executive</u> includes \$3.5 million GF/GP to provide health screenings for firefighters. <u>House</u> concurs. <u>Senate</u> includes \$100 GF/GP placeholder.	GF/GP	\$0	\$100
88. Nursing Workforce Initiative (One-Time)	Gross	\$0	\$0
<u>House</u> includes \$10.0 million GF/GP to Wayne State University to support efforts to reduce nurse turnover and improve retention. <u>Senate</u> does not include.	GF/GP	\$0	\$0
89. Level 1 Trauma Recovery Center (One-Time)	Gross	\$0	\$8,000,000
<u>Senate</u> includes \$8.0 million GF/GP, on a one-time basis, to fund a three-year Level 1 trauma recovery center pilot program with sites in Grand Rapids and Detroit. In FY 2023-24 the program received \$4.0 million GF/GP in the ongoing Health Policy unit.	GF/GP	\$0	\$8,000,000
90. Domestic Violence/Sexual Assault Services (One-Time)	Gross	\$0	\$0
<u>House</u> includes \$7.3 million GF/GP for the following sexual assault and domestic violence programs:	GF/GP	\$0	\$0
<ul style="list-style-type: none"> \$3.5 million GF/GP for child advocacy centers. \$3.5 million GF/GP to address VOCA shortage. \$300,000 GF/GP for Caring Connections Empowerment Center. 			
<u>Senate</u> does not include.			
91. One-Time Public Health Funding	Gross	\$0	\$8,250,000
<u>House</u> includes \$8.1 million GF/GP for the following public health related one-time items:	GF/GP	\$0	\$8,250,000
<ul style="list-style-type: none"> \$2.9 million GF/GP for United We Smile. \$2.5 million GF/GP for Mi Community Dental Clinics. \$1.0 million GF/GP for Pediatric Lead Testing Pilot. \$1.0 million GF/GP for YWCA WISH program. \$420,000 GF/GP for Nurse Family Partnership. \$250,000 GF/GP for Maggie's Wigs for Kids. \$100 GF/GP placeholder for Medical Debt Relief. 			
<u>Senate</u> includes \$8.0 million GF/GP for Medical Debt Relief and \$250,000 GF/GP for Maggie's Wigs for Kids. Funding for Nurse Family Partnership included on an ongoing basis.			

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 Senate Change
Major Budget Changes from FY 2023-24 Enacted Appropriations			
92. One-Time Public Health Funding	Gross	\$0	\$6,750,000
<u>Senate</u> includes \$6.8 million GF/GP for the following public health related one-time items:	GF/GP	\$0	\$6,750,000
<ul style="list-style-type: none"> \$3.0 million GF/GP Wayne County Health Department mobile vision clinic \$2.5 million GF/GP to Planned Parenthood. \$1.0 million GF/GP to HYPE Athletics \$250,000 GF/GP for uterine fibroid study. 			
AGING SERVICES			
93. Non-GF/GP Authorization Increases	Gross	\$110,029,800	\$4,950,000
<u>Executive</u> includes \$5.0 million Gross (\$0 GF/GP) to increase community services federal authorization by \$2.2 million, nutrition services by \$2.0 million, and senior care respite fund by \$800,000. <u>House</u> and <u>Senate</u> concur.	Federal	60,137,400	4,150,000
	Private	300,000	0
	Restricted	6,068,700	800,000
	GF/GP	\$43,523,700	\$0
94. Long-Term Care Ombudsman Program	FTE	NA	16.0
<u>House</u> adds \$3.0 million GF/GP to the long-term care ombudsman program to investigate resident concerns, respond to involuntary discharges, and provide trainings on long-term care topics. <u>Senate</u> includes \$1.5 million GF/GP and 16.0 FTE positions.	Gross	NA	\$1,500,000
	GF/GP	NA	\$1,500,000
95. Senior Nutrition Services Increases	Gross	\$48,054,200	\$1,000,000
<u>Senate</u> includes \$1.0 million GF/GP to increase funding for home-delivered and congregate meals.	Federal	35,157,000	0
	Private	300,000	0
	GF/GP	\$12,597,200	\$1,000,000
HEALTH SERVICES			
96. Medicaid Behavioral Health Provider Rate Increase	Gross	NA	\$100
<u>Executive</u> includes \$36.1 million Gross (\$10.2 million GF/GP) to increase Medicaid behavioral health reimbursement rates by approximately 33% for both health plans and fee-for-service (FFS). <u>House</u> concurs. <u>Senate</u> includes a \$100 placeholder.	Federal	NA	0
	GF/GP	NA	\$100
97. Hospital Peer Support Substance Use Disorder Services	Gross	NA	\$16,666,600
<u>Executive</u> includes \$8.3 million Gross (\$2.5 million GF/GP) to provide Medicaid reimbursements for services provided by hospital-based, peer-support recovery services for individuals with substance use disorders. <u>House</u> concurs. <u>Senate</u> includes \$16.7 million Gross (\$0 GF/GP) and utilizes Michigan Opioid Healing and Recovery funds.	Federal	NA	11,666,600
	Restricted	NA	5,000,000
	GF/GP	NA	\$0
98. Federally Qualified Health Centers – Scope Change	Gross	NA	\$0
<u>House</u> includes \$40.0 million Gross (\$11.3 million GF/GP) for costs estimates related to a Medicaid scope change/expansion for FQHCs. <u>Senate</u> does not include.	Federal	NA	0
	GF/GP	NA	\$0
99. Federally Qualified Health Centers – Recruitment and Training	Gross	NA	\$0
<u>House</u> includes \$1.7 million GF/GP to provide additional training and internship opportunities, and increase recruitment, for existing and potential employees of FQHCs in this state. <u>Senate</u> does not include.	GF/GP	NA	\$0
100. Federally Qualified Health Centers – Rate Increase	Gross	NA	\$54,664,100
<u>Senate</u> includes \$54.7 million Gross (\$14.5 million GF/GP) to increase Medicaid reimbursement rates for FQHC services, and consolidates FQHC appropriations into a separate, new line item.	Federal	NA	40,150,700
	GF/GP	NA	\$14,513,400

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Major Budget Changes from FY 2023-24 Enacted Appropriations			
101. Medicaid Coverage for Incarcerated Individuals	FTE	NA	0.0
<u>Executive</u> includes \$30.5 million Gross (\$5.6 million GF/GP) and authorizes 3.0 FTE positions to provide Medicaid-funded health care supports for incarcerated individuals in preparation for reentry into society. Services would be provided in the final 90 days of incarceration. A federal waiver approval is required for this Medicaid change. <u>House</u> concurs. <u>Senate</u> includes a \$100 placeholder.	Gross	NA	\$100
	Federal	NA	0
	GF/GP	NA	\$100
102. Medicaid Health Plan Procurement Reforms	FTE	NA	0.0
<u>Executive</u> includes \$20.0 million Gross (\$7.6 million GF/GP) and authorizes 14.0 FTE positions to implement a new Medicaid Health Plan Procurement program including various services. These services include:	Gross	NA	\$7,000,200
	Federal	NA	4,500,000
	GF/GP	NA	\$2,500,200
<ul style="list-style-type: none"> \$10.0 million Gross (\$3.5 million GF/GP) in-lieu-of-services funding to create a pool for health plans to draw from to provide food insecurity services. \$7.0 million Gross (\$2.5 million GF/GP) to increase reimbursements to providers participating in the Vaccines for Children program to \$23.03 per vaccine. \$3.0 million Gross (\$1.6 million GF/GP) for DHHS administrative costs. <u>House</u> concurs but does not include funding for administrative costs and FTE positions. <u>Senate</u> concurs with the vaccine reimbursement increase, and includes \$100 placeholders for the other 2 requests.			
103. Medicaid Birth Expense Recovery Program Elimination	Gross	(\$13,700,000)	\$13,700,000
<u>Executive</u> adds \$13.7 million Gross (\$4.8 million GF/GP) to eliminate the requirement that a father of a child born out of wedlock, and to a mother who is a Medicaid beneficiary, must pay for a portion of the birth expenses. <u>House</u> and <u>Senate</u> concur.	Federal	(8,922,800)	8,922,800
	GF/GP	(\$4,777,200)	\$4,777,200
104. Maternal Infant Health Program	FTE	NA	1.0
<u>Executive</u> includes \$3.3 million Gross (\$918,700 GF/GP) and authorizes 1.0 FTE position to created additional, specialized reimbursement rates for providers participating in the Maternal Infant Health Program. <u>House</u> and <u>Senate</u> concur.	Gross	NA	\$3,335,000
	Federal	NA	2,416,300
	GF/GP	NA	\$918,700
105. Medicaid Doula Care	Gross	NA	\$1,952,000
<u>Executive</u> includes \$4.9 million Gross (\$2.0 million GF/GP), of which \$2.9 million Gross (\$1.5 million GF/GP) are one-time basis, to increase Medicaid reimbursement rates for doula services, increase number of to doula care visits from 6 to 12, and provide educational and training services to doulas. <u>House</u> concurs and increases ongoing funding to \$4.2 million Gross (\$1.2 million GF/GP). <u>Senate</u> includes \$2.0 million Gross (\$545,200 GF/GP) as ongoing support for doula services but includes a placeholder for one-time educational and training services.	Federal	NA	1,406,800
	GF/GP	NA	\$545,200
106. CenteringPregnancy – One-Time	Gross	\$10,000,000	(\$7,500,000)
<u>Executive</u> continues \$2.5 million GF/GP, on a one-time basis, for CenteringPregnancy. FY 2023-24 included \$10.0 million Gross (\$5.0 million GF/GP, with half appropriated on a one-time basis. <u>House</u> moves the one-time \$2.5 million GF/GP to ongoing. <u>Senate</u> does not concur with the Executive and retains \$2.5 million GF/GP.	Federal	5,000,000	(5,000,000)
	GF/GP	\$5,000,000	(\$2,500,000)
107. MICHild Premiums	Gross	\$2,600,000	(\$800,000)
<u>Executive</u> includes \$1.8 million GF/GP to eliminate the \$10 monthly MICHild premium for MICHild beneficiaries under the age of 19. A gross reduction of \$800,000 results from associated reduction of restricted authorization for premium revenue. <u>House</u> and <u>Senate</u> concur.	Restricted	2,600,000	(2,600,000)
	GF/GP	\$0	\$1,800,000

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 Senate Change
Major Budget Changes from FY 2023-24 Enacted Appropriations			
108. Long-Term Care Direct Care Wages	Gross	NA	\$100
<u>Executive</u> includes \$14.0 million Gross (\$49.0 million GF/GP) from the federal reimbursement rate reduction related to long-term care direct care worker wages (\$35.0 million GF/GP) and increases non-direct care worker wages by \$0.85 per hour (\$14.0 million GF/GP). <u>House</u> concurs. <u>Senate</u> concurs with backfilling lost federal funds and includes a \$100 placeholder for non-clinical long-term care workers.	Federal	NA	(35,028,100)
	GF/GP	NA	\$35,028,200
109. MI Choice Structured Family Caregiving	Gross	\$464,832,100	\$3,934,000
<u>Executive</u> includes \$5.0 million Gross (\$1.7 million GF/GP) for training supports and stipends for live-in family members that provide caregiving supports to Home and Community-Based Services waiver beneficiaries. <u>House</u> concurs. <u>Senate</u> includes \$3.9 million Gross (\$1.4 million GF/GP).	Federal	303,112,700	2,562,200
	Private	500,000	0
	GF/GP	\$161,219,400	\$1,371,800
110. Private Duty Nursing Rate Increase	Gross	NA	\$8,115,900
<u>House</u> includes \$8.1 million Gross (\$2.8 million GF/GP) to increase Medicaid reimbursement rates for private duty nursing services by 25%. <u>Senate</u> includes \$8.1 million Gross (\$2.8 million GF/GP).	Federal	NA	5,285,900
	GF/GP	NA	\$2,830,000
111. PACE Program Site Expansion	Gross	\$247,864,500	\$3,153,300
<u>Executive</u> includes \$3.2 million Gross (\$1.1 million GF/GP) to expand PACE sites in Huron Valley, Traverse City, Genesee and Wayne Counties, and the Central Michigan location. <u>House</u> and <u>Senate</u> concur.	Federal	161,899,100	2,053,700
	GF/GP	\$85,965,400	\$1,099,600
112. Office of Inspector General Double Billing Savings	FTE	NA	14.0
<u>Executive</u> recognizes a net savings of \$17.1 million Gross (\$3.5 million GF/GP) related to OIG actions to reduce Medicaid double-billings. Amount includes \$1.8 million Gross (\$900,000 GF/GP) and authorizes 14.0 FTE positions to expand OIG Medicaid program oversight capacity. <u>House</u> and <u>Senate</u> concur.	Gross	NA	(\$17,094,600)
	Federal	NA	(13,594,600)
	GF/GP	NA	(\$3,500,000)
113. Medicaid Orthodontic Benefit	Gross	NA	\$10,754,200
<u>Senate</u> includes \$10.8 million Gross (\$3.8 million GF/GP) to establish a Medicaid orthodontic services benefit for persons under the age of 21 in Wayne and Kent counties.	Federal	NA	7,004,200
	GF/GP	NA	\$3,750,000
114. Medicaid Anesthesia Rates	Gross	NA	\$18,578,400
<u>Senate</u> includes \$18.6 million Gross (\$4.5 million GF/GP) to provide for increases to Medicaid reimbursement rates for anesthesia services.	Federal	NA	14,103,400
	GF/GP	NA	\$4,475,000
115. Medicaid Office Visit Rates	Gross	NA	\$40,241,300
<u>Senate</u> includes \$40.2 million Gross (\$10.0 million GF/GP) to provide for increases to Medicaid reimbursement rates for office visits.	Federal	NA	30,241,300
	GF/GP	NA	\$10,000,000
116. Medicaid Speech Therapy Rates	Gross	NA	\$5,472,800
<u>Senate</u> includes \$5.5 million Gross (\$1.5 million GF/GP) to provide for increases to Medicaid reimbursement rates for speech therapy services.	Federal	NA	3,972,800
	GF/GP	NA	\$1,500,000
117. Medicaid Mental Health Reimbursements – School Services	Gross	\$0	\$2,500,000
<u>Senate</u> includes \$2.5 million GF/GP to provide for assistance to schools in obtaining Medicaid reimbursements for mental health services and supports provided in K-12 schools.	GF/GP	\$0	\$2,500,000

	FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 Senate Change
<u>Major Budget Changes from FY 2023-24 Enacted Appropriations</u>		
118. One-Time Health Services Funding	Gross	NA
<u>Executive</u> includes \$1.0 million GF/GP for Home Health Care Authority. <u>House</u> includes \$8.8 million GF/GP for (\$2.0 million) a surgical robot for Hurley, (\$2.0 million) Munising Memorial Hospital, (\$1.0 million) Hackley Community Care, (\$1.0 million) Hospice of Michigan, (\$1.0 million) Native American health services, (\$829,000) ALS Association, (\$500,000) Children's Healing Center, and (\$500,000) MSMS Health Equity curriculum. <u>Senate</u> includes the following:	Restricted	NA
	GF/GP	NA
		\$17,250,300
		3,250,000
		\$14,000,300

- \$6.0 million for various health and community service-related organization infrastructure grants.
- \$4.0 million for Native American Health Services.
- \$3.0 million for the Methodist Children's Home Society
- \$2.0 million for a surgical robot at Hurley Medical.
- \$1.0 million to establish a Home Help Caregiver Council
- \$750,000 for the Van Andel Institute.
- \$250,000 for Medicaid outreach regarding kidney disease.
- \$250,000 for a Medicaid rate comparison study.
- \$100 placeholder for pharmacogenomic testing.

119. Medicaid Restricted Fund Adjustments	Gross	NA	\$0
<u>Executive</u> includes net-zero Gross funding adjustments (including a net reduction of \$18.0 million GF/GP) to offset revenue shortfalls and surpluses within the Insurance Provider Assessment (IPA), Medicaid Benefits Trust Fund (MBFT), Healthy Michigan Fund (HMF), and the Merit Award Trust Fund. <u>House</u> concurs and redirects \$2.5 million HMF to smoking cessation program. <u>Senate</u> concurs with the Executive.	Restricted	NA	18,000,000
	GF/GP	NA	(\$18,000,000)

ONE-TIME APPROPRIATIONS

120. Removal of FY 2023-24 One-Time Appropriations	FTE	6.0	(6.0)
<u>Executive</u> removes \$347.4 million Gross (\$317.5 million GF/GP) of one-time funding for 81 items that was included in the FY 2023-24 budget. Any funding retained into FY 2024-25 is noted elsewhere. <u>House</u> and <u>Senate</u> concur.	Gross	\$347,413,400	(\$347,413,400)
	TANF	16,500,000	(16,500,000)
	Federal	13,463,400	(13,463,400)
	GF/GP	\$317,450,000	(\$317,450,000)

Major Boilerplate Changes from FY 2023-24

Executive Boilerplate Deletions

The Executive Budget Recommendation deletes a significant amount of boilerplate language, including legislative reporting requirements, included in the FY 2023-24 budget. The list below includes major changes to boilerplate and is not a comprehensive list of all sections proposed to be deleted.

GENERAL SECTIONS

Sec. 210. Legislative Contingency Transfer Authorization – REVISED

Allows for the legislative transfer process to increase federal authorization by up to \$20 million, state restricted authorization by up to \$20 million, local authorization by up to \$5 million, and private authorization by up to \$12 million; prohibits increasing TANF authorization through the legislative contingency transfer process. Executive revises to \$200.0 million federal, \$50.0 million state restricted, \$30.0 million local, and \$45.0 million private. House retains. Senate revises to \$100.0 million federal, \$50.0 million state restricted, \$30.0 million local, and \$45.0 million private.

Sec. 213. Work Project Lapse Language – NEW

Senate states legislative intent that the State Budget Director lapse work project balances from 3 listed projects, makes those funds available for expenditure in part 1, and the funds be used on an allowable use.

Major Boilerplate Changes from FY 2023-24

Sec. 239. Medicaid Reimbursement for Telemedicine – RETAINED

Requires DHHS to reimburse Medicaid telemedicine services the same as if the services involved face-to-face contact between the provider and patient; this applies to the non-facility component of the reimbursement rate. Executive deletes. House and Senate retain.

Sec. 250. Single Recipient Grants – REVISED

Requires that for any grant program or project funded in part 1 intended for a single recipient organization or local government, the grant program or project is for a public purpose and the department shall follow procurement statutes of this state, including any bidding requirements, unless it can fully validate, through information detailed in this section and outline departmental process for review and execution of grants outlined. Executive and House delete. Senate revises to make technical updates, add a second reporting date, and permits SBO to compile and submit reports.

Sec. 264. DHHS Employee Communication with Legislature – RETAINED

Prohibits DHHS from taking disciplinary action against an employee for communicating with a member of the Legislature or his/her staff, unless the communication is prohibited by law and disciplinary action is lawful. (*Governor's signing letter states section is unenforceable*). Executive deletes. House and Senate retain.

Sec. 296. Employee Legal Costs Related to Flint Water System – RETAINED

Requires that DHHS, as permissible under the Governmental Immunity Act, be responsible for legal costs of private attorneys defending current and former DHHS employees in a legal action or investigation related to the City of Flint or other community in which a declaration of emergency was issued because of drinking water contamination. Executive deletes. House and Senate retain.

Sec. 298. Federal Funds Receive and Expend Authority – NOT INCLUDED

Executive permits DHHS to receive and expend federal funds for the purpose for which they were received in excess of part 1 appropriations; requires DHHS to notify the legislature 10 days after receiving authorization approval from the state budget office; and limits total authority to exceed 1% of part 1 appropriations (or approximately \$350 million). House and Senate do not include.

Sec. 299. Gift, Bequests, Donations, Contributions, or Grant Receive and Expend Authority – NOT INCLUDED

Executive permits DHHS to accept monetary and nonmonetary gifts, bequests, donations, contributions, or grants from any private or public source to support a departmental function or program; requires those funds to be expended in a manner designated, if specified; requires any unexpended or unencumbered funds to not lapse into the general fund; permits any private revenues that exceed part 1 appropriations to be available for expenditure; and requires DHHS to notify the legislature 10 days after receiving authorization approval from the state budget office. House and Senate do not include.

DEPARTMENT ADMINISTRATION AND SUPPORT

Sec. 301. Child Welfare Training Institute – RETAINED

Requires DHHS to provide all necessary training and materials to private agencies so that trained private agency staff can deliver pre-service training to any private agency staff. Executive and House delete. Senate retains.

COMMUNITY SERVICES AND OUTREACH

Sec. 458. Homeless Shelter Data – NEW

Senate directs the department to require entities receiving state funds to provide report data to a Homeless Management Information System that satisfies the baseline data collection requirements.

Sec. 466. Runaway and Homeless Youth Grants – RETAINED

Allocates \$5.3 million to support program expansion; distributes \$3.2 million to 18 counties that are currently unserved by a runaway and homeless youth program, \$1.1 million to 19 counties for infrastructure expansion, \$1.1 million to 19 counties to upgrade technology and facilities. Executive deletes. House retains and requires report on funding allocations to local agencies. Senate retains current law.

CHILDREN'S SERVICES AGENCY – CHILD WELFARE / JUVENILE JUSTICE

Sec. 503. Child Welfare Performance-Based Funding – REVISED

Requires DHHS to continue partnership with the West Michigan Partnership for Children (WMPC) and continue to review and update contracted rates; requires report. Executive deletes. House retains. Senate revises by striking report requirement.

Major Boilerplate Changes from FY 2023-24

Sec. 504. West Michigan Partnership for Children Consortium – RETAINED

Allows DHHS to continue a master agreement with the West Michigan Partnership for Children Consortium and requires the Consortium to maintain a revised agreement that supports the transition to a global capitated payment model and maintain a risk reserve of at least \$1.5 million; requires report. Executive replaces current year language with new language requiring DHHS to complete an examination of the effectiveness of the performance-based funding model that was piloted in Kent County. House retains current year language and moves Executive language to new Sec. 512. Senate retains current law.

Sec. 510. Alternative Payment Methods – RETAINED

Requires the department to allocate funds for a capacity model to fund beds based on projected program needs for private residential facilities; establishes conditions for payments to private providers; requires report. Executive deletes subsection (1) and revises report in subsection (2) to make it quarterly instead of monthly. House revises by replacing current year language in subsection (1) with new language requiring DHHS to fund 600 residential foster care and juvenile justice beds, a 9% increase to current rates, and an unoccupied bed rate of 90% of the filled bed rate; subsection (2) prohibits DHHS from proposing certain requirements in their contracts with providers; subsection (3) retains current law report language. Senate retains current law with technical revisions.

Sec. 512. West Michigan Partnership for Children Consortium Evaluation – NOT INCLUDED

Executive requires DHHS to complete an evaluation of the effectiveness of the performance-based funding model that was piloted in Kent County. House concurs and revises by moving to new Sec. 512 and adding report requiring DHHS to share results of the evaluation with the legislature within 30 days of evaluation completion. Senate does not include.

Sec. 535. Federal IV-E Claims for Foster Care Payments to Unlicensed Relatives – DELETED

Requires DHHS to allocate \$1.5 million to fund a competent kinship placement, support, and licensing program to increase kinship licensure rate and reduce the average length of stay for children in foster care; DHHS shall reallocate any savings or revenue. Note: the three-year pilot program is set to end in FY 2023-24. Executive, House, and Senate delete.

Sec. 548. Foster Care Rate Reimbursements – NEW

Senate allocates \$15.0 million GF/GP to increase the foster family maintenance payment per diem and administrative rate paid to private foster care agencies; directs \$7.5 million to be used for maintenance payments and \$7.5 million to be used for administrative rates.

Sec. 595. Modified Implementation, Sustainability, and Exit Plan (MISEP) Strategy and Improvements – NOT INCLUDED

Executive requires the department to identify necessary investments in new programs and supports for children in care as a means of improving the child welfare system in the state in order to exit the Children's Rights Settlement Agreement; requires report. House and Senate do not include.

Sec. 599. Residential Rates Based on Consumer Price Index – REVISED

Executive requires DHHS to annually adjust rates paid to contracted child caring institutions based on cumulative percentage changes in the most recent one-year period of the consumer price index. House does not include. Senate revises language by allowing for rates to be increased if allowable within appropriations and allows rates to be raised *up* to current CPI rather than requiring them to be *equal*.

PUBLIC ASSISTANCE

Sec. 603. Public Assistance Benefits Notification – RETAINED

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

Sec. 613. Indigent Burial – REVISED

Provides reimbursements for final disposition of indigent persons; establishes maximum allowable reimbursements; accounts for religious preferences that prohibits cremation; and requires a report. Executive deletes reporting requirement. House revises to increase grant amounts. Senate revises to increase grant amounts and includes a provision allowing for private donations to funeral homes to supplement state emergency relief.

BEHAVIORAL HEALTH

Sec. 907. Community Substance Use Disorder Prevention, Education, and Treatment – REVISED

Requires that appropriations for community substance use disorder prevention, education, and treatment be expended to coordinate care and services provided to individuals with severe and persistent mental illness and substance use disorder diagnoses; requires DHHS to approve the managing entity fee schedules for providing substance use disorder services and charge participants in accordance with their ability to pay; requires the managing entity to continue current efforts to collaborate on the delivery of services to those clients with mental illness and substance use disorder diagnoses with the goal of providing services in an administratively efficient manner. Executive, House, and Senate revise by deleting requirement that DHHS approve managing entity fee schedules.

Major Boilerplate Changes from FY 2023-24

Sec. 912. Salvation Army Harbor Light Program – RETAINED

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

Sec. 917. Michigan Opioid Healing and Recovery Fund and Report – REVISED

Allocates \$23.2 million from the Michigan Opioid Healing and Recovery Fund, MCL 12.253, to supplement other opioid-related programs and services and requires a semiannual report. Executive revises by requiring DHHS to provide a portion of the funds to create incentive pool to local recipients for goals and recommendations of the Opioid Advisory Commission. House revises by increasing the amount and by listing out specific grant programs and recipients. Senate revises dollar amount.

Sec. 924. Autism Services Fee Schedule – REVISED

Requires DHHS to maintain a fee schedule for autism services by not allowing expenditures used for actuarially sound rate certification to exceed the identified fee schedule, also sets behavioral technician fee schedule at not less than \$53.20 per hour and not more than \$58.20 per hour. Executive deletes. House revises by increase the behavioral technician rate to not less than \$62.00 per hour. Senate revises to \$70.00 per hour.

Sec. 960. Autism Services Provision and Cost Containment – RETAINED

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

Sec. 965. Methadone Medication Assisted Treatment – RETAINED

Requires DHHS to reimburse methadone administration, bundled rate H0020, to at least \$19.00. Executive and House delete. Senate retains.

Sec. 1002. Certified Community Behavioral Health Clinic (CCBHC) Demonstration Criteria – NEW

Executive establishes criteria organizations need to meet to be part of the CCBHC expansion including: be a CMHSP or other eligible organization as outlined in federal law, be able to achieve CCBHC certification by September 1, 2024, and have implemented evidence-based practices by July 1, 2024 including Air Traffic Control Crisis Model with MICAL, assertive community treatment, cognitive behavioral therapy, trauma-focused cognitive behavioral therapy, medication assisted treatment, and motivational interviewing. House does not include listing of specific evidence-based practices, adds requirement that funds are prioritized for organizations in counties without a CCBHC, and includes a legislative report. Senate concurs with the Executive with technical edits.

Sec. 1059. State Psychiatric Hospital and Center for Forensic Psychiatry Performance Report – REVISED

Establishes outcomes and performance measures for the Center for Forensic Psychiatry and state psychiatric hospitals, and requires a report. House and Senate revise to include outcome measures by adults and children, total number of admission requests, and number and reasons for individuals removed from the waiting lists.

PUBLIC HEALTH

Sec. 1157. Child Advocacy Centers – Supplemental Grants – REVISED

Requires \$2.0 million funding for child advocacy centers be allocated as supplemental grants for operations and to increase services to victims and their families. Executive revises by removing requirement that each child advocacy center is allocated funding proportionally based on number of children served. House concurs and includes language requiring that funds be allocated consistent with the regular funding allocation formula for the child advocacy centers. Senate revises by setting allocation amounts to be based on population of children served at each child advocacy center during in the fiscal year that ended September 30,2023.

Sec. 1158. Crime Victims' Rights Sustaining Grants – RETAINED

Allocates \$25.9 million to supplement the loss of federal victims of crime act and state crime victim rights funding; directs DHHS to distribute funds consistent with the regular allocation formula used for crime victim justice assistance grants and crime victim rights service grants. House revises allocation amount to \$29.9 million. Senate retains current law.

Sec. 1159. Community Health Access and Outcome Disparity Programming – REVISED

Allocates funding for the creation and operation of community-based health clinics to provide preventative health services and healthy community zones to address access to healthy food, affordable housing, and safety networks; requires report. Executive revises by adding the operation of mobile health units to list of eligible expenditures. House concurs. Senate concurs with Executive and makes additional technical edits.

Major Boilerplate Changes from FY 2023-24

Sec. 4462. 1967. Trauma Recovery Pilot Programs – REVISED

Allocates \$4 million for a 3-year trauma recovery pilot program to increase access to adult level I Michigan designated trauma centers; defines program requirements; allows DHHS to award funding to an adult level I trauma center that does not currently meet guidelines for implementing and operating trauma centers but demonstrates the ability to comply in the future; defines specific allocation amounts; designates unexpended funds as work project appropriation. Executive and House delete. Senate moves language to Sec. 1967 in the one-time unit and revises to allocate \$8.0 million along with technical edits.

Sec. 1301. Pregnancy Planning, Prenatal, and Maternal and Child Health Programs Report – RETAINED

Requires DHHS to report by April 1 on funding allocations, breakdown of expenditures by urban and rural, and previous fiscal year service and expenditure data by population groups for the local maternal and child health, prenatal care, family planning, and pregnancy prevention programs. DHHS shall ensure that needs of rural communities are considered in distribution of funds for these programs. Defines "rural" as having a population of 30,000 or less. Executive deletes. House and Senate retain current law.

Sec. 1312. Prenatal Care and Premature Birth Avoidance Grant Allocation – DELETED

Allocates \$1.0 million as competitive grants after fulfilling DHHS contract obligations with Strong Beginnings, a federal Healthy Start program in Kent County, for the purpose of support to underserved populations for prenatal care and premature birth avoidance; requires report. Executive revises by removing requirement that DHHS fulfill contract obligations with Strong Beginnings; eliminates report requirement. House retains current law. Senate deletes.

Sec. 1325. Local Perinatal Quality Collaboratives – REVISED

Allocates \$5 million to support grants to local collaboratives to enhance ability to coordinate and improve maternal and infant health outcomes; requires local collaboratives to provide screening and treatment for substance use disorder. Executive revises by removing requirement that local collaboratives must provide screening and treatment for substance use disorder in order to receive funding. House retains current law and includes an additional \$5.0 million GF/GP. Senate concurs with the Executive.

HEALTH SERVICES

Sec. 1508. Reproductive Health Information – NEW

Senate includes a provision to restrict health care providers from releasing medical information regarding reproductive health to agencies of another state, including if sought through subpoena.

Sec. 1616. Community Health Workers – DELETED

Requires DHHS to seek federal authority to enroll and recognized Community Health Workers as Medicaid providers; seek federal matching funds for services; requires any expansion be geographically broad-based, evidence-based, and commensurate with applicable training; details the extent of the authority request; and requires a report. Executive, House, and Senate delete.

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

Establishes the pharmacy dispensing fees based on the medication's standing on the DHHS preferred drug list; requires prescription co-payments for Medicaid recipients not enrolled in the Healthy Michigan Plan or with an income less than 100% of the federal poverty level of \$1 for generic drugs and \$3 for brand-name drugs; requires prescription co-payments for Healthy Michigan plan enrollees with an income of at least 100% of the federal poverty level of \$4 for generic drugs and \$8 for brand-name drugs. Executive, House, and Senate revise to remove higher co-payments Healthy Michigan plan enrollees with an income of at least 100% of the federal poverty level.

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

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

Major Boilerplate Changes from FY 2023-24

Sec. 1631. Medical Services Co-Payments – REVISED

Requires co-payments on dental, podiatric, and vision services; requires copayments for Medicaid recipients not enrolled in the Healthy Michigan Plan or with an income less than 100% of the federal poverty level of \$2 for a physician office visit, \$6 for a hospital emergency room visit, \$50 for the first day of an in-patient hospital stay, and \$2 for an out-patient hospital visit; requires co-payments for Healthy Michigan plan enrollees with an income of at least 100% of the federal poverty level of \$4 for a physician office visit, \$8 for a hospital emergency room visit, \$100 for the first day of an in-patient hospital stay, and \$4 for an out-patient hospital visit. Executive, House, and Senate revise to remove higher co-payments Healthy Michigan plan enrollees with an income of at least 100% of the federal poverty level and includes a \$1.00 price for generic drugs.

Sec. 1673. MI Child Premiums – DELETED

Allows DHHS to establish premiums of \$10 per month for eligible individuals in families with income at or below of 212% of poverty level. Executive, House, and Senate delete.

Sec. 1699. Disproportionate Share Hospital and Graduate Medical Education Payments – DELETED

Authorizes separate payments of \$45.0 million for hospitals serving a disproportionate share of indigent patients and hospitals providing GME training programs; requires distribution to be based on methodology used in FY 2003-04. Executive, House, and Senate delete.

Sec. 1786. Vaccine Reimbursements – REVISED

Requires DHHS to maintain the Medicaid reimbursement increase for injectable and oral vaccines and provides intent. Executive revises to increase reimbursements to \$23.03. House and Senate concur.

Sec. 1795. MiCHOICE Slot Expansion and Rate Increase – NEW

Senate includes a placeholder boilerplate appropriation for possible funding to increase the number of available HCBS slots and increase program Medicaid reimbursement rates.

Sec. 1832. HRA Receive and Expend – DELETED

Authorizes the department to expend funds without prior-appropriation for specific, federally-required program changes to CHIP detailed in 2023 42 CFR. Executive, House, and Senate delete.

Sec. 1854. PACE Enrollment Cap – REVISED

Requires the department to maintain an enrollment cap of 7,553 for the Program for All-Inclusive Care for the Elderly (PACE). House and Senate revise to increase enrollment cap to 8,543.