

**FY 2014-15: DEPARTMENT OF CORRECTIONS**  
**Summary: Conference Report**  
**Senate Bill 764 (S-1) CR-1**



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IDG/IDT	FY 2013-14 YTD as of 2/5/14	FY 2014-15 Executive	FY 2014-15 House	FY 2014-15 Senate	FY 2014-15 Conference	Difference: Conference From FY 2013-14 YTD	
						Amount	%
	\$1,109,600	\$225,000	\$225,000	\$225,000	\$225,000	(\$884,600)	(79.7)
<b>Federal</b>	8,852,500	5,081,000	5,081,000	4,832,200	5,081,000	(3,771,500)	(42.6)
<b>Local</b>	8,392,800	8,547,700	8,547,700	8,547,700	8,547,700	154,900	1.8
<b>Private</b>	0	0	0	0	0	0	0.0
<b>Restricted</b>	56,026,100	45,869,600	45,869,600	39,720,900	45,869,600	(10,156,500)	(18.1)
<b>GF/GP</b>	1,958,053,600	1,990,198,400	1,975,198,400	1,972,575,800	1,980,798,400	22,744,800	1.2
<b>Gross</b>	<b>\$2,032,434,600</b>	<b>\$2,049,921,700</b>	<b>\$2,034,921,700</b>	<b>\$2,025,901,600</b>	<b>\$2,040,521,700</b>	<b>\$8,087,100</b>	<b>0.4</b>
<b>FTEs</b>	14,559.6	14,195.3	14,195.3	14,086.8	14,195.3	(364.3)	(2.5)

Notes: (1) FY 2013-14 year-to-date figures include mid-year budget adjustments through February 5, 2014. (2) Appropriation figures for all years include all proposed appropriation amounts, including amounts designated as "one-time." (3) FY 2013-14 year-to-date figures include appropriation adjustments in 2013 PA 102, and 2013 PA 107 for Medicaid Reform/Healthy Michigan Plan effective March 14, 2014, but based on the waiver, implemented on April 1, 2014.

**Overview**

The Michigan Department of Corrections (MDOC) is responsible for the operation and maintenance of the state's 31 correctional facilities that house felony offenders sentenced to prison. This includes the provision of physical and mental health care, education, food service, transportation, and reintegration programs. The department is also responsible for the supervision of all parolees and probationers under department jurisdiction and has oversight over community corrections programs and other programs designed to encourage alternatives to prison placement for appropriate offenders. As of April 30, 2014, the department was responsible for 108,340 Michigan offenders: 43,438 prisoners, 47,006 probationers, and 17,896 parolees.

**NOTE:** Information on House budget action in this document is based on House Bill 5313 as passed by the House.

<b>Major Budget Changes From FY 2013-14 YTD Appropriations</b>	<b>FY 2013-14 Year-to-Date (as of 2/5/14)</b>	<b>FY 2014-15 Conference Change</b>
<b>1. Healthy Michigan Plan Savings</b>	<b>Gross</b>	<b>NA</b>
Executive reflects a net positive adjustment of \$5.1 million GF/GP related to implementation of the Healthy Michigan Plan under the Affordable Care Act. A three-quarter year savings of \$24.2 million GF/GP was built into the FY 2013-14 budget through Public Act 107 of 2013. It has since been determined that certain costs relative to treatment of sex offender and substance abuse disorders will not be eligible for Medicaid reimbursement, which requires a portion of the savings originally taken to be restored. Full-year savings in FY 2014-15 are estimated to be \$19.1 million GF/GP. <u>House</u> concurs. <u>Senate</u> concurs. <u>Conference</u> concurs.	GF/GP	\$5,131,400
<b>2. Healthy Michigan Plan Administrative Costs</b>	<b>FTE</b>	<b>NA</b>
Executive includes FTE authorization and \$1.1 million Gross, \$830,900 GF/GP, to cover the administrative costs of implementing the Healthy Michigan Plan. Administrative costs are currently paid for from the DCH budget. The Department of Corrections will pay DHS via an IDG for staff who handle eligibility determination and enrollment (\$497,600), and will pay for MDOC staff who handle discharge planning (\$475,000) and oversight functions (\$107,100). <u>House</u> concurs. <u>Senate</u> does not include. <u>Conference</u> concurs with Executive/House.	<b>Gross</b>	<b>NA</b>
	Federal	6.0
	GF/GP	\$1,079,700
		248,800
		\$830,900

<b>Major Budget Changes From FY 2013-14 YTD Appropriations</b>		<b>FY 2013-14 Year-to-Date (as of 2/5/14)</b>	<b>FY 2014-15 Conference Change</b>
<b>3. Food Service Legacy Costs</b>	<b>Gross</b>	<b>NA</b>	<b>(\$8,167,100)</b>
<u>Executive</u> reflects a reduction of \$8.2 million GF/GP as a result of privatizing food service operations and removing legacy payroll costs associated with former MDOC food service employees. <u>House</u> concurs. <u>Senate</u> concurs. <u>Conference</u> concurs.	GF/GP	NA	(\$8,167,100)
<b>4. Neal Settlement</b>	<b>Gross</b>	<b>\$20,000,000</b>	<b>\$5,000,000</b>
<u>Executive</u> includes an additional \$5.0 million GF/GP, to be added to the \$20.0 million appropriated in the base, to make the final year of Neal et. al. Settlement Agreement payments. (The \$20.0 million in FY 2013-14 is eliminated from on-going funding and the \$25.0 million in FY 2014-15 will be counted as one-time funding.) <u>House</u> concurs. <u>Senate</u> concurs. <u>Conference</u> concurs.	GF/GP	\$20,000,000	\$5,000,000
<b>5. Prisoner Education</b>	FTE	244.0	20.0
<u>Executive</u> includes authorization for 20.0 FTE positions and \$4.3 million GF/GP for enhancement of prisoner education programs. Funding will be used to hire 5.0 trade instructors and 15.0 employment counselors. The trade instructors will work to provide critical job skills for prisoners who are reentering the community. The goal is to reduce the waiting list for vocational programming and improve employment opportunities. The employment counselors will work with employers to determine specific employment training desired for employees. They will work to implement specific curricula and training to meet local job requirements, and to connect trained offenders with employers prior to release from prison. Also, the counselors will work with local colleges to provide instruction inside the prisons to eligible prisoners. (\$1.0 million of the funding is one-time and \$3.3 million is on-going.) <u>House</u> concurs. <u>Senate</u> does not include. <u>Conference</u> concurs with Executive/House.	<b>Gross</b>	<b>\$33,492,000</b>	<b>\$4,295,300</b>
	Federal	3,437,600	0
	GF/GP	\$30,054,400	\$4,295,300
<b>6. Transfer of Mentally or Physically Disabled Prisoners</b>	<b>Gross</b>	<b>NA</b>	<b>\$0</b>
<u>House</u> reflects a savings of \$5.0 million GF/GP anticipated to result from requiring the department to release a request for proposal for competitive bids for a non-state-run, nonsecure, nursing home facility to house mentally or physically disabled prisoners. <u>Senate</u> does not include. <u>Conference</u> does not include.	GF/GP	NA	\$0
<b>7. Hepatitis C</b>	<b>Gross</b>	<b>NA</b>	<b>\$4,400,000</b>
<u>Executive</u> includes \$4.9 million GF/GP to implement the new treatment protocol for Hepatitis C that has been promulgated by the Centers for Disease Control and Prevention. Current treatment for the disease is long in duration, with many side effects, and is not guaranteed to cure the disease. The new treatment protocol is shorter in duration, has fewer side effects, and has shown a higher success rate. <u>House</u> does not include. <u>Senate</u> includes a \$100 placeholder. <u>Conference</u> includes \$4.4 million.	GF/GP	NA	\$4,400,000
<b>8. Leased Beds</b>	<b>Gross</b>	<b>\$1,000,000</b>	<b>\$4,000,000</b>
<u>Executive</u> includes an additional \$4.0 million GF/GP to pay counties for bed space at county jail facilities to be used to house convicted felons. Prisoners who are classified as Level I prisoners, who are not serving time for sex offenses, and who are serving flat sentences are eligible to be housed in county jail facilities at a lower cost to the department. <u>House</u> does not include. <u>Senate</u> concurs with Executive. <u>Conference</u> concurs with Executive/Senate.	GF/GP	\$1,000,000	\$4,000,000

<b>Major Budget Changes From FY 2013-14 YTD Appropriations</b>	<b>FY 2013-14 Year-to-Date (as of 2/5/14)</b>	<b>FY 2014-15 Conference Change</b>	
<b>9. Mobilize Parole and Probation Staff</b>	<b>Gross</b>	<b>NA</b>	<b>\$1,023,000</b>
<u>Executive</u> includes \$1.0 million GF/GP to deploy and maintain devices such as smart phones, tablets, and laptops to mobilize parole and probation staff in Detroit, Pontiac, Saginaw, and Flint. This will allow 380 parole and probation agents and 53 supervisors to spend more time in the field with parolees and probationers. (\$440,600 of the funding is one-time and \$582,400 is on-going.) <u>House</u> concurs. <u>Senate</u> concurs. <u>Conference</u> concurs.	GF/GP	NA	\$1,023,000
<b>10. Mental Health Diversion – Local Jail Pilot Project</b>	<b>Gross</b>	<b>NA</b>	<b>\$1,000,000</b>
<u>Executive</u> includes \$1.0 million GF/GP for MDOC's role in a multi-agency statewide mental health diversion program. Funding will be used by the department to contract with a local jail for a post-release transition project that will offer comprehensive in-reach and post-release mental health services to inmates who are returning to the community. <u>House</u> concurs. <u>Senate</u> concurs. <u>Conference</u> concurs.	GF/GP	NA	\$1,000,000
<b>11. Prisoner Re-Entry Legal Services</b>	<b>Gross</b>	<b>NA</b>	<b>\$149,000</b>
<u>House</u> includes an additional \$449,000 GF/GP to establish two pilot projects, one in Kent County and one in Oakland County, to provide outreach, education, and legal representation to former offenders in areas such as employment, housing, income stability, and child custody and other domestic matters. <u>Senate</u> does not include. <u>Conference</u> includes an additional \$149,000.	GF/GP	NA	\$149,000
<b>12. Central Records Maintenance</b>	<b>Gross</b>	<b>\$5,506,700</b>	<b>\$0</b>
<u>Executive</u> includes \$600,000 GF/GP to cover costs associated with the conversion of the Corrections Management Information System (CMIS) to the Offender Management Network Information system (OMNI). CMIS holds information about all current and past prisoners and parolees. OMNI will replace CMIS and several other databases within the department, and will also include information about probationers who are supervised by the department. <u>House</u> does not include. <u>Senate</u> does not include. <u>Conference</u> does not include.	GF/GP	\$5,506,700	\$0
<b>13. Facility Maintenance</b>	<b>Gross</b>	<b>NA</b>	<b>\$0</b>
<u>Executive</u> includes \$500,000 GF/GP to cover costs of smaller maintenance projects needed at a number of facilities, such as patching of holes in parking lots, meeting ADA compliance, and installing energy efficient lighting. <u>House</u> does not include. <u>Senate</u> does not include. <u>Conference</u> does not include.	GF/GP	NA	\$0
<b>14. Prosecutorial and Detainer Expenses</b>	<b>Gross</b>	<b>\$4,551,000</b>	<b>\$300,000</b>
<u>Executive</u> includes \$449,000 GF/GP to cover increased prosecutorial and detainer expenses. As local budgets have been reduced, prosecutors have shifted the costs of prosecuting offenses which occur on MDOC property to the department. Also, local sheriffs charge the department for detaining offenders who have outstanding MDOC warrants. <u>House</u> does not include. <u>Senate</u> concurs with Executive. <u>Conference</u> includes \$300,000.	GF/GP	\$4,551,000	\$300,000
<b>15. Health Care Staff Training</b>	<b>FTE</b>	<b>NA</b>	<b>2.0</b>
<u>Executive</u> includes authorization for 2.0 FTE positions and \$402,600 GF/GP to enhance professional development and training for all Bureau of Health Care Services staff. A Registered Nurse will work to develop training curriculums and computer based training sessions, provide classroom staff training, develop a mentor program to be offered in each clinic, and assist in recruiting activities. A Human Resource Developer will work on grant writing, community partnerships, assisting with developing training materials, and assisting in recruiting activities. <u>House</u> concurs. <u>Senate</u> does not include. <u>Conference</u> concurs with Executive/House.	<b>Gross</b> GF/GP	<b>NA</b> NA	<b>\$402,600</b> \$402,600

<b>Major Budget Changes From FY 2013-14 YTD Appropriations</b>		<b>FY 2013-14 Year-to-Date (as of 2/5/14)</b>	<b>FY 2014-15 Conference Change</b>
<b>16. Economic Adjustments</b>	<b>Gross</b>	<b>NA</b>	<b>\$21,847,000</b>
<u>Executive</u> includes \$21.8 million Gross, \$21.2 million GF/GP, for negotiated salary and wage amounts (2.0% ongoing increase plus 0.5% lump sum payments), actuarially-required retirement rate increases, rent, building occupancy, and worker's compensation. Insurance costs are held flat due to recent revisions to the state employee health plan. <u>House</u> concurs. <u>Senate</u> concurs. <u>Conference</u> concurs.	Federal	NA	37,900
	Local	NA	221,100
	Restricted	NA	375,800
	GF/GP	NA	\$21,212,200
<b>17. Restricted Fund Adjustments</b>	<b>Gross</b>	<b>NA</b>	<b>(\$15,541,300)</b>
<u>Executive</u> adjusts a number of IDG, federal, local, and state restricted fund sources within the budget in order to reflect the actual amount of revenue that is collected/awarded. There is no GF/GP impact resulting from these adjustments. <u>House</u> concurs. <u>Senate</u> concurs. <u>Conference</u> concurs.	IDG	NA	(884,600)
	Federal	NA	(4,058,200)
	Local	NA	(66,200)
	Restricted	NA	(10,532,300)
<b>18. Technical Adjustments</b>	<b>Gross</b>	<b>NA</b>	<b>\$0</b>
<u>Executive</u> makes internal funding adjustments and transfers throughout the budget, which have no overall Gross or GF/GP impact. Adjustments are made in order to more accurately reflect where expenditures occur and to reflect reorganization within the department. <u>House</u> concurs. <u>Senate</u> concurs. <u>Conference</u> concurs.	GF/GP	NA	\$0
<b>19. Eliminate FTE Position Authorization</b>	FTE	NA	(392.3)
<u>Executive</u> eliminates authorization for unfunded FTE positions to more accurately reflect department resources. <u>House</u> concurs. <u>Senate</u> concurs. <u>Conference</u> concurs.	<b>Gross</b>	<b>NA</b>	<b>\$0</b>
	GF/GP	NA	\$0
<b>20. Eliminate One-Time New Employee School Funding</b>	<b>Gross</b>	<b>\$9,032,500</b>	<b>(\$9,032,500)</b>
<u>Executive</u> eliminates \$9.0 million GF/GP in one-time funding that was included in the FY 2013-14 budget for a new employee school. Funding of \$9.0 million remains in the base appropriation for new custody staff training. <u>House</u> concurs. <u>Senate</u> concurs. <u>Conference</u> concurs.	GF/GP	\$9,032,500	(\$9,032,500)
<b>21. Remove Lapsed Funding</b>	<b>Gross</b>	<b>NA</b>	<b>\$0</b>
<u>Senate</u> reflects a savings of \$12.5 million GF/GP due to removing funding that lapsed in the FY 2012-13 budget from base appropriations. <u>Conference</u> does not include these savings.	GF/GP	NA	\$0
<b>22. Michigan State Industries</b>	FTE	NA	0.0
<u>Senate</u> reflects a reduction of 65.1 FTE positions and a savings of \$6.1 million GF/GP (50% reduction from current year) to be achieved by phasing out operation of the Michigan State Industries program. <u>Conference</u> does not include this reduction.	<b>Gross</b>	<b>NA</b>	<b>\$0</b>
	Restricted	NA	0
<b>23. Management to Staff Ratios</b>	FTE	NA	0.0
<u>Senate</u> reflects an FTE reduction and a savings of \$1.1 million GF/GP to be achieved by changing management to staff ratios from 1:5 to 1:8 in the central administrative office and in the Northern and Southern region administrative offices. <u>Conference</u> does not include these savings.	<b>Gross</b>	<b>NA</b>	<b>\$0</b>
	GF/GP	NA	\$0
<b>24. Swift and Sure Sanctions Program</b>	<b>Gross</b>	<b>NA</b>	<b>\$1,000,000</b>
<u>Senate</u> includes \$3.0 million GF/GP to be transferred to DHS and used to expand the Swift and Sure Sanctions program through Michigan Rehabilitative Services. <u>Conference</u> includes \$1.0 million.	GF/GP	NA	\$1,000,000
<b>25. Goodwill - Flip the Script</b>	<b>Gross</b>	<b>NA</b>	<b>\$2,500,000</b>
<u>Senate</u> includes \$4.5 million for the Flip the Script program administered by Goodwill Industries of Greater Detroit. The program provides troubled 16-29 year-olds with education and employment skills in an effort to keep them out of prison. <u>Conference</u> includes \$2.5 million.	GF/GP	NA	\$2,500,000
<b>26. Savings from Department Efficiencies</b>	<b>Gross</b>	<b>NA</b>	<b>(\$11,900,000)</b>
<u>Conference</u> reduces a number of line items throughout the budget for a total savings of \$11.9 million to be achieved through more efficient department operations.	GF/GP	NA	(\$11,900,000)

<b><u>Major Budget Changes From FY 2013-14 YTD Appropriations</u></b>	<b><u>FY 2013-14 Year-to-Date (as of 2/5/14)</u></b>	<b><u>FY 2014-15 Conference Change</u></b>
<b>27. 70 x 7 Life Recovery - Muskegon Pilot</b>	<b>Gross</b>	<b>NA</b>
<u>Conference</u> includes funding for the 70 x 7 Life Recovery program to be piloted in Muskegon. The program provides mentorship, employment, job skills/life skills training, and recovery support for men and women who have previously been incarcerated.	<b>GF/GP</b>	<b>\$600,000</b>
		<b>\$600,000</b>

### **Major Boilerplate Changes From FY 2013-14**

#### **Boilerplate Deletions**

Executive deletes the majority of boilerplate language included in the FY 2013-14 appropriations bill (52 sections and 2 subsections). Deletions include legislative reporting requirements, sections providing guidance and placing conditions on appropriations, earmarks of funding for specific purposes, sections which express legislative intent, and sections which served a one-time purpose and are no longer applicable. Following are current year sections and subsections of boilerplate recommended for deletion by the Executive: 206, 207, 212, 214, 219, 238, 239, 245, 304, 305, 402, 405, 407, 410(1), 410(2), 411, 412, 413, 417, 418, 419, 420, 431, 434, 506, 601, 608, 611, 612, 615, 802, 804, 806, 807, 809, 814, 816, 904, 907, 910, 911, 912, 913, 916, 925, 937, 939, 940, 942, 947, 1009, 1011, 1201, and 1202.

House concurs on deletion of 11 of those sections. Following are current year sections of boilerplate recommended for deletion by the House: 245, 405, 411, 412, 816, 916, 939, 940, 947, 1201, and 1202.

Senate concurs on deletion of six of those sections and four subsections. Following are current year sections of boilerplate recommended for deletion by the Senate: 219(1), 219(2), 245, 405(1), 405(2), 506, 806, 807, 809, and 916.

Conference concurs on deletion of nine of those sections and 2 subsections. Following are current year sections of boilerplate recommended for deletion by the Conference committee: 245, 405(1), 405(2), 506, 806, 807, 809, 916, 939, 947, and 1201.

Below are new sections of language and current year sections which are modified by the House/Senate/Conference committee.

#### **Sec. 204. Investment of Budgetary Savings – NEW**

Expresses intent that any budgetary savings achieved be invested in early childhood education, K-12 education, higher education, local law enforcement entities through revenue sharing, and roads. Senate adds new language. Conference adds new language.

#### **Sec. 232. Security Levels of Prisoners Past ERD – NEW**

Requires the department to report on security levels of all prisoners who were classified as past their earliest release date. Senate adds new language. Conference adds new language.

#### **Sec. 238. Repurposing of Closed Correctional Facilities – MODIFIED**

Current language expresses legislative intent that MDOC make additional efforts to sell, rent, or otherwise repurpose closed correctional facilities. Executive deletes. House modifies current language by deleting intent and adding requirement. Senate retains current language. Conference concurs with Senate.

#### **Sec. 239. Management-to-Staff Ratio – MODIFIED**

Current language expresses legislative intent that MDOC maintain a management-to-staff ratio of 1 supervisor to 5 employees at the Lansing central office and at the regional administration offices. Executive deletes. House modifies current language by deleting intended ratio, adding required ratio, and changing the ratio to 1 and 7. Senate modifies current language by changing the ratio to 1 and 8. Conference concurs with Senate.

#### **Sec. 246. Legacy Costs – NEW**

States that the total amount of funding estimated to be expended on legacy costs in FY 2014-15 is \$351.6 million. Of that, \$196.5 million is estimated to be expended on pension-related legacy costs, and \$155.1 million is estimated to be expended on health care-related legacy costs. Executive adds new language. House concurs. Senate concurs. Conference concurs.

#### **Sec. 247. Performance Measures – NEW**

Requires the department to report a list of specific benchmarks intended to measure the performance or return on taxpayer investment for each new program for which funds in excess of \$500,000 are appropriated, and to report on the progress of the program and the status of expenditures as measured by the benchmarks. House adds new language. Senate does not add new language. Conference adds new language.

#### **Sec. 303. Legislative Corrections Ombudsman – NOT INCLUDED**

Prohibits department from implementing policies that would delay or otherwise affect the ability of the Ombudsman to perform his duties. Senate adds new language. Conference does not add new language.

#### **Sec. 403. LEAN Process to Reduce Program Backlog – NEW**

Requires the department to issue a RFP to institute a LEAN process to determine ways to reduce the backlog for programming for prisoners who are within 6 months of their earliest release date. Senate adds new language. Conference adds new language.

## **Major Boilerplate Changes From FY 2013-14**

### **Sec. 404. Staff Associated With LEAN Process – NEW**

Authorizes the department to hire additional staff on a temporary basis to assist with instituting LEAN process principles and to provide programming to prisoners who are past their earliest release dates. Senate adds new language. Conference adds new language.

### **Sec. 406. Expansion of Swift and Sure Sanctions Program – NEW**

Requires the department to provide \$3.0 million in IDG funding to DHS to expand the Swift and Sure Sanctions program through Michigan Rehabilitative Services. Senate adds new language. Conference adds new language, but adjusts the IDG amount to \$1.0 million based on the appropriation included in the Conference Report.

### **Sec. 409. Workforce Development – NEW**

Requires the department to work with the Michigan Works! Association to coordinate re-entry and vocational education programs for prisoners to encourage employment of the prisoners upon release. Senate adds new language. Conference adds new language, but modifies by striking the reference to Michigan Works! Association and replacing it with “state agencies and local entities”.

### **Sec. 421. Mental Health Diversion Council – NEW**

Expresses intent that the appropriation for the Jail Mental Health Transition Pilot Program be used to address recommendations of the Mental Health Diversion Council. Executive adds new language. House concurs. Senate concurs. Conference concurs.

### **Sec. 435. Prisoner Re-Entry Legal Services – NEW**

Requires the department to contract with Kent County and Oakland County to establish pilot projects to provide outreach, education, and legal representation to former offenders in areas such as employment, housing, income stability, and child custody and other domestic matters. Requires Oakland County to provide services to former offenders in Wayne County. House adds new language. Senate does not include. Conference adds new language.

### **Sec. 436. Genesee County Jail Backlog – NEW**

Requires the department to establish a workgroup with the Genesee County Sheriff's Department and the City of Flint Police Department to develop and implement a long-term strategic plan to ease the county jail backlog and to reduce the need for department intervention. House adds new language. Senate does not include. Conference adds new language.

### **Sec. 437. Goodwill Flip the Script – NEW**

Requires the department to contract with a nonprofit entity to provide persons aged 16-29 with education and employment skills in an effort to keep them out of prison. Conference adds new language.

### **Sec. 503. Michigan State Industries Program – NOT INCLUDED**

States that if the department changes the procurement process for items produced and manufactured by the department or by prisoners, as a result of appropriations, then the department is required to report on the items which will no longer be procured or produced. Senate adds new language. Conference does not add new language.

### **Sec. 504. Consolidation of Transportation Services – NEW**

Requires the department to work with DCH, MDOT, DHS, and MSF to determine how the state can maximize its services and funding for transportation for low-income, elderly, and disabled individuals through consolidation of transportation services. Senate adds new language. Conference adds new language, but modifies to require determining “if” services can be maximized instead of “how” services can be maximized.

### **Sec. 507. Administration of Healthy Michigan Plan – NEW (Sec. 510. In Conference Report)**

Requires the department to work with the Department of Community Health to establish an accounting structure that will allow expenditures associated with the administration of the Healthy Michigan Plan to be identified. House adds new language. Senate does not add new language. Conference adds new language.

### **Sec. 507. Employee Misconducts and Stop Orders – NOT INCLUDED**

Requires the department to report on all misconduct and stop orders issued to employees of the department and to those employed through contracts. Senate adds new language. Conference does not add new language.

### **Sec. 508. Analysis of Physical Structure of Facilities – NEW**

Requires the department to analyze the condition of correctional facilities, including the strengths and weaknesses in relation to safety and security, and to report findings. Senate adds new language. Conference adds new language, but modifies to require a report on structural integrity and overall facility quality.

### **Sec. 509. Study on Michigan State Industries Program – NEW**

Requires the department to conduct a study on the Michigan State Industries program, which focuses on determining which industries have the maximum benefit to prisoners in providing marketable skills and leading to employment. Senate adds new language. Conference adds new language, but modifies to include reporting information on production, operating budget, prisoners participating, and purchasers of products.

### **Sec. 511. Strategic Plan Reporting – NEW**

Requires the department to report on strategies to decrease recidivism rates, increase rehabilitative function of facilities, and ensure prisoner readiness to re-enter society after incarceration. Conference adds new language.

## **Major Boilerplate Changes From FY 2013-14**

### **Sec. 615. Requirements of Parole Board – MODIFIED**

Current language requires the Parole Board to provide specific reasons for why inmates scoring “high probability of release” are not being paroled. House retains current language. Senate deletes current language and includes language which requires the department to report on the number of prisoners who have life sentences with the possibility of parole and who are eligible for parole. Conference concurs with Senate language.

### **Sec. 801. Pilot Nursing Care Project – NOT INCLUDED**

Requires the department to identify prisoners who could be eligible for executive commutation for medically fragile or disability reasons and to issue a RFP for competitive bids for a pilot nursing care project. Senate adds new language. Conference does not add new language.

### **Sec. 803. Standard Medical Release Form – NEW**

Requires the department to establish a standard medical release form for all prisoners, and to give incoming prisoners the opportunity to sign a release form designating family members or other individuals to whom the department is authorized to release medical or other incarceration records information to. Senate adds new language. Conference adds new language, but modifies to include length of time the release form is in effect for.

### **Sec. 805. Health Care Coverage for Dependents – NEW**

Requires the department to determine eligibility of prisoners for dependent health care coverage. Conference adds new language.

### **Sec. 911(2). Report on Prisoner Escapes – NOT INCLUDED**

Requires the department to report on attempted and actual escapes, including all details about security measures in place and operating at the time, results, and corrective measures taken by the department in response. House adds new language. Senate does not add new language. Conference does not add new language.

### **Sec. 914. Funding for Programming – NOT INCLUDED**

Requires \$1.0 million of the new prisoner education appropriation to be used for programming that is a condition of parole, with particular emphasis placed on individuals who are past their earliest release dates. House adds new language. Senate does not add new language. Conference does not add new language.

### **Sec. 915. Program to Allow Graduate Students to Teach Programming – NEW**

Requires the department to explore opportunities to collaborate with Michigan universities to establish programs that will allow graduate students to work in correctional facilities teaching programming that is a condition of parole; the intent is that student teachers will result in a cost savings for the department and will reduce the number of individuals who are past their earliest release dates. House adds new language. Senate does not add new language. Conference adds new language.

### **Sec. 924. Evaluation and Placement of Prisoners With Mental Illness – MODIFIED**

Current language requires prisoners to be evaluated at intake for substance abuse disorders, developmental disorders, serious mental illness, and other mental health disorders; requires prisoners with these disorders to be placed in secure specialized housing programs; and authorizes confinement of these prisoners in administrative segregation with evaluation by a medical professional every 12 hours. Executive retains current language. House modifies current language by deleting the requirement for placement in secure specialized housing and adding that these prisoners may be secluded in a therapeutic environment under the supervision of a mental health professional, and changing evaluation by a medical professional from every 12 hours to every 8 hours, or at least every 12 hours, whichever would require more frequent visits. Senate retains current language, but modifies it to include mental illness or developmental disorders. Conference retains current language, but modifies it to limit removal from general population as a punitive measure against those with “serious mental illness or serious developmental disorders”.

### **Sec. 929. Guidelines for Treatment of Youthful Offenders with Mental Health Needs – MODIFIED**

Current language requires the department to ensure adequate staff training for staff who are in contact with prisoners less than 18 years of age; to provide appropriate placement for prisoners less than 18 who have serious mental illness, serious emotional disturbance, or developmental disorders and need to be housed separate from the general population; authorizes these youth to be placed in secure specialized housing programs; and authorizes confinement in administrative segregation with evaluation by a medical professional every 12 hours. Executive retains current language. House modifies current language by changing age requirement to less than 19 years of age, deleting requirement for placement in secure specialized housing, and adding that these youth may be secluded in a therapeutic environment under the supervision of a mental health professional. Senate retains current language. Conference retains current language, but modifies it to restrict movement from general population as a punitive measure for those 18 years of age or younger.

### **Sec. 937. Competitive Bidding – MODIFIED**

Current language prohibits the department from issuing a request for proposal for a contract in excess of \$5.0 million unless they have first considered a request for information or a request for qualification relative to the contract. Executive deletes. House modifies current language by changing the dollar amount to \$1.0 million. Senate retains current language. Conference concurs with Senate.

## **Major Boilerplate Changes From FY 2013-14**

### ***Sec. 938. Transfer of Mentally or Physically Disabled Prisoners – NEW***

Requires the department to release a request for proposal for competitive bids for a non-state-run, nonsecure, nursing home facility to house mentally or physically disabled prisoners; refers to the negative appropriation in part 1 of \$5.0 million as savings to be achieved from transferring these prisoners. House adds new language. Senate does not add new language. Conference adds new language, but modifies to require issuance of an RFI in consultation with DTMB and DCH for a geriatric care facility.

### ***Sec. 943. Legislative Ombudsman Access – NOT INCLUDED***

Requires the department to provide all of the following to the Legislative Corrections Ombudsman: direct access to all information, records, and documents in possession of the department; entry to inspect at any time any premises under the control of the department; and direct access to employees of the department and to employees who are under contract with the department; and prohibits the department from implementing any formal or informal policies that would delay or affect the ability of the ombudsman to conduct investigations, access records, facilities, or people, or carry out ombudsman's responsibilities. House adds new language. Senate does not add new language. Conference does not add new language.

### ***Sec. 944. Classification of Prisoner Security Levels – NOT INCLUDED***

Requires the department to report on security classification and prisoner placement processes. The report is to include all factors considered in making the initial placement determination, number of prisoners initially classified, number classified and placed in the true security level indicated on the evaluation compared to number of prisoners departed and waived to security level other than the prisoner's true security level, security classification review process used to determine prisoner's appropriate custody level and placement, number of prisoner classification reviews, number of prisoners classified and placed in true security level compared to number departed and waived to other security level. House adds new language. Senate does not add new language. Conference does not add new language.