

FY 2022-23: DEPARTMENT OF HEALTH AND HUMAN SERVICES
Summary: As Passed by the Senate
Senate Bill 828 (S-4) as Amended



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	FY 2021-22 YTD as of 2/9/22	FY 2022-23 Executive	FY 2022-23 House	FY 2022-23 Senate	FY 2022-23 Conference	Difference: Senate From FY 2021-22 YTD	
						Amount	%
IDG/IDT	\$14,593,500	\$14,696,000	\$14,696,000	\$14,203,400		(\$390,100)	(2.7)
Federal	23,187,321,000	23,617,962,500	23,554,766,100	23,383,577,000		196,256,000	0.8
Local	167,951,100	183,502,800	167,407,700	152,849,700		(15,101,400)	(9.0)
Private	172,276,500	179,716,400	179,716,400	178,691,300		6,414,800	3.7
Restricted	2,986,632,100	2,991,928,100	2,993,028,100	2,985,875,300		(756,800)	(0.0)
GF/GP	5,448,429,200	6,456,860,100	6,020,047,100	5,811,222,000		362,792,800	6.7
Gross	\$31,977,203,400	\$33,444,665,900	\$32,929,661,400	\$32,526,418,700		\$549,215,300	1.7
FTEs	15,587.5	15,800.5	15,584.5	14,078.4		(1,509.1)	(9.7)

Notes: (1) FY 2021-22 year-to-date figures include mid-year budget adjustments through February 9, 2022. (2) Appropriation figures for all years 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 2021-22 YTD Appropriations

FY 2021-22 Year-to-Date (as of 2/9/22)	FY 2022-23 Senate Change
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MEDICAID AND BEHAVIORAL HEALTH – GENERAL

1. Traditional Medicaid Cost Adjustment

Executive includes a reduction of \$328.8 million Gross (increase of \$194.5 million GF/GP) to recognize caseload, utilization, and inflation adjustments, removing the additional 6.2 percentage point increase to the state FMAP provided under the federal Families First Coronavirus Response Act and associated prohibition on closing Medicaid cases, and traditional FMAP cost-sharing adjustments from FMAP reducing from 65.48% to 64.71%, for medical and behavioral health services in the traditional Medicaid program. Compared to FY 2020-21 expenditures, and including actuarial soundness adjustments in item #3, State Budget Office forecasts an average annual increase of 5.5%. House and Senate concur.

Gross	\$16,499,311,900	(\$328,811,600)
Federal	11,000,733,400	(660,819,600)
Local	50,496,500	11,015,900
Private	7,000,000	0
Restricted	2,158,300,300	126,451,900
GF/GP	\$3,282,781,700	\$194,540,200

2. Healthy Michigan Plan Cost Adjustment

Executive includes a reduction of \$373.0 million Gross (increase of \$5.2 million GF/GP) to recognize caseload, utilization, and inflation adjustments, and removing prohibition on closing Medicaid cases provided under the federal Families First Coronavirus Response Act for medical and behavioral health services in the Healthy Michigan Plan (HMP). Compared to FY 2020-21 expenditures, and including actuarial soundness adjustments in item #3, State Budget Office forecasts an average annual increase of 3.5%. House and Senate concur.

Gross	\$5,767,637,700	(\$372,953,300)
Federal	5,172,523,800	(335,019,700)
Local	2,038,800	0
Private	200,000	0
Restricted	539,443,100	(43,097,400)
GF/GP	\$53,432,000	\$5,163,800

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Major Budget Changes from FY 2021-22 YTD Appropriations			
3. Actuarial Soundness	Gross	NA	\$340,745,600
<u>Executive</u> includes \$340.7 million Gross (\$88.4 million GF/GP) to support an estimated 2.0% to 5.0% actuarial soundness adjustment for prepaid inpatient health plans (PIHPs), 2.0% to 2.5% for Medicaid Health plans, Program of All-includes Care for the Elderly (PACE); home- and community-based services; and Integrated Care Organizations (MI Health Link); and 1.0% for Healthy Kids Dental. <u>House</u> and <u>Senate</u> concur.	Federal	NA	252,356,500
	GF/GP	NA	\$88,389,100
DEPARTMENTAL ADMINISTRATION AND SUPPORT			
4. Warehouse Operations	Gross	\$0	\$0
<u>Executive</u> includes \$3.4 million GF/GP to support the stockpiling of medical supplies, including personal protective equipment, in accordance with the Emergency Management Act, 1976 PA 390. <u>House</u> concurs. <u>Senate</u> does not include.	GF/GP	\$0	\$0
5. CCWIS Development – One-Time	FTE	6.0	(6.0)
<u>Executive</u> adds \$11.0 million Gross (\$5.2 million GF/GP) for a total of \$27.8 million Gross (\$13.9 million GF/GP) to support the continued development of the Comprehensive Child Welfare Information System (CCWIS) – the replacement system for MISACWIS. This includes the development of the next 3 of the remaining cloud-based modules to be implemented over the course of the next 3 to 4 years. <u>House</u> concurs and retains \$1.7 million designated as ongoing by the Executive as additional one-time appropriations. <u>Senate</u> does not include.	Gross	\$16,824,200	(\$16,824,200)
	Federal	8,075,600	(8,075,600)
	GF/GP	\$8,748,600	(\$8,748,600)
6. MMIS – CHAMPS Maintenance and Operations	Gross	\$18,000,000	\$0
<u>Executive</u> retains \$2.2 million GF/GP from FY 2021-22 one-time technology upgrades for system maintenance and operations of CHAMPS, the state Medicaid system. Of the \$2.2 million GF/GP, \$1.8 million remains a one-time appropriation and \$400,000 is included in the MMIS line item as an increase in ongoing appropriations. <u>House</u> retains \$400,100 as one-time. <u>Senate</u> concurs with the Executive, and transfers one-time funding to ongoing.	Federal	15,850,000	0
	GF/GP	\$2,150,000	\$0
7. Information Technology Contracts – Inflation Adjustments	Gross	NA	\$0
<u>Executive</u> includes \$2.1 million Gross (\$1.4 million GF/GP) to adjust for inflationary increases to contractual payments across IT systems. <u>House</u> concurs. <u>Senate</u> does not include.	Federal	NA	0
	GF/GP	NA	\$0
8. Information Technology – Systems Maintenance	Gross	\$261,364,200	\$0
<u>Executive</u> includes \$3.6 million Gross (\$2.7 million GF/GP) for department-wide information technology services and projects maintenance costs. <u>House</u> concurs. <u>Senate</u> does not include.	TANF	16,689,000	0
	Federal	190,087,300	0
	Private	250,000	0
	Restricted	1,922,300	0
	GF/GP	\$52,415,600	\$0
9. FTE Reduction	FTE	NA	(1,496.1)
<u>Senate</u> reduces FTE position authorization, and associated funding, by \$191.7 million Gross (\$94.0 million GF/GP) and 1,496.1 FTE positions to December 25, 2021 levels.	Gross	NA	(\$191,676,800)
	IDG	NA	(324,600)
	TANF	NA	(27,604,100)
	Federal	NA	(58,460,200)
	Local	NA	(4,582,000)
	Private	NA	(1,025,100)
	Restricted	NA	(5,704,700)
	GF/GP	NA	(\$93,976,100)

		FY 2021-22 Year-to-Date (as of 2/9/22)	FY 2022-23 Senate Change
Major Budget Changes from FY 2021-22 YTD Appropriations			
10. Department-Wide Lapses	Gross	NA	(\$68,597,300)
<u>Senate</u> reduces line items by \$68.6 million Gross (\$16.7 million GF/GP) throughout the department budget by historic end-of-fiscal year GF/GP lapses.	IDG	NA	(168,000)
	TANF	NA	(2,543,300)
	Federal	NA	(47,716,200)
	Restricted	NA	(1,432,100)
	GF/GP	NA	(\$16,737,700)
11. Economic Adjustments	Gross	NA	\$48,052,300
<u>Executive</u> reflects increased costs of \$48.1 million Gross (\$21.4 million GF/GP) for negotiated salary and wage increases (5.0% on October 1, 2022 and 0.5% to annualize the FY 2022 1.0% increase that began on April 1, 2022), actuarially required retirement contributions, worker's compensation, building occupancy charges, and other economic adjustments. <u>House</u> and <u>Senate</u> concur.	IDG	NA	102,500
	TANF	NA	7,325,200
	Federal	NA	18,078,200
	Local	NA	280,800
	Private	NA	356,600
	Restricted	NA	470,700
	GF/GP	NA	\$21,438,300
COMMUNITY SERVICES AND OUTREACH			
12. Sexual Assault Evidence Kit (SEAK) Tracking System Adjustment	FTE	0.0	1.0
<u>Executive</u> reduces funding by \$430,500 Gross (increase of \$369,500 GF/GP) for the Sexual Assault Kit Tracking System. Replaces expired Sexual Assault Tracking Kit Fund with GF to maintain Track Kit software contract. <u>House</u> reduces funding by \$574,900 Gross (increase of \$225,100 GF/GP). <u>Senate</u> concurs with the Executive.	Gross	\$800,000	(\$430,500)
	Restricted	800,000	(800,000)
	GF/GP	\$0	\$369,500
13. Child Advocacy Centers	FTE	0.5	0.0
<u>House</u> includes \$1.0 million GF/GP increase to support child advocacy centers. <u>Senate</u> does not include.	Gross	\$2,407,000	\$0
	Restricted	1,407,000	0
	GF/GP	\$1,000,000	\$0
14. Sexual Assault Nurse Examiner Program (SANE)	Gross	NA	\$0
<u>House</u> includes \$102,600 GF/GP to support a Sexual Assault Nurse Examiner Program (SANE). <u>Senate</u> does not include.	GF/GP	NA	\$0
15. Diaper Assistance Program	Gross	\$250,000	\$4,154,400
<u>Executive</u> transfers Diaper Assistance line and funding (\$250,000 TANF) to Community Services and Outreach. <u>House</u> concurs and increases funding by \$1.3 million Gross (\$500,000 GF/GP). <u>Senate</u> concurs and increases funding by \$4.2 million TANF.	TANF	250,000	4,154,400
	GF/GP	\$0	\$0
16. Increase 2-1-1 Funding	Gross	\$2,472,600	\$2,000,000
<u>Senate</u> includes \$2.0 million GF/GP to increase funding to 2-1-1.	Federal	1,522,600	0
	GF/GP	\$950,000	\$2,000,000
17. Increase School Success Partnership	Gross	\$525,000	\$1,000,000
<u>Senate</u> includes \$1.0 million GF/GP to fund an increase to the School Success Partnership line.	TANF	525,000	0
	GF/GP	\$0	\$1,000,000
18. Community Services and Outreach One-Time Funding	Gross	NA	\$0
<u>House</u> includes:	GF/GP	NA	\$0
• Human trafficking survivors program grants (\$1.0 million)			
• Community shelter for domestic violence survivors (\$210,300)			
• County grants for human trafficking collaboratives (\$250,000)			
• Child Advocacy Centers (\$200,000)			
<u>Senate</u> does not include.			

		FY 2021-22 Year-to-Date (as of 2/9/22)	FY 2022-23 Senate Change
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19. Community Services and Outreach One-Time Funding	Gross	NA	\$6,000,000
<u>Senate</u> includes:	GF/GP	NA	\$6,000,000
<ul style="list-style-type: none"> United Methodist Community House (\$5.0 million) Nazarene Community Housing infrastructure repair for emergency homeless shelters (\$1.0 million) 			
CHILDREN'S SERVICES AGENCY – CHILD WELFARE			
20. Child Welfare Caseload Adjustments	Gross	\$766,140,200	\$16,446,300
<u>Executive</u> increases funding for child welfare programs by \$16.4 million	TANF	75,304,600	2,835,400
Gross (\$18.7 million GF/GP) as follows:	Federal	209,732,900	(843,300)
<ul style="list-style-type: none"> Foster care payments are increased by \$16.8 million Gross (\$12.7 million GF/GP) from 7,958 cases at \$31,552 per year to 7,138 cases at \$41,349 per year. Adoption subsidies is reduced by \$4.1 million Gross (\$10.1 million GF/GP) from 21,877 cases at \$723.92 per month to 21,025 cases at \$732.95 per month. Guardianship assistance payments are increased by \$261,600 Gross (\$250,900 GF/GP) from 1,209 cases at \$687.87 per month to 1,229 cases at \$694.41 per month. The Child Care Fund is increased by \$3.5 million Gross (\$15.8 million GF/GP). 	Local	45,745,200	(4,223,400)
	Private	2,700,000	0
	GF/GP	\$432,657,500	\$18,677,600
<u>House</u> and <u>Senate</u> concur.			
21. Child Welfare FMAP Adjustments	Gross	NA	\$0
<u>Executive</u> includes a \$5.9 million GF/GP increase to offset the decrease in federal funding due to the decrease in federal FMAP match from 65.48% to 64.71%. Also reverses FY22 Enhanced FMAP adjustments for base caseload in applicable child welfare lines. <u>House</u> and <u>Senate</u> concur.	Federal	NA	(5,912,300)
	GF/GP	NA	\$5,912,300
22. Federal Title IV-E Administration Decrease	Gross	NA	\$0
<u>Executive</u> includes \$34.9 million GF/GP adjustment to correct an overclaim of federal title IV-E administrative reimbursements identified during FY 2020-21 book closing. <u>House</u> and <u>Senate</u> concur.	Federal	NA	(34,945,000)
	GF/GP	NA	\$34,945,000
23. Family Maintenance Payment Increase	Gross	NA	\$33,664,700
<u>Executive</u> includes \$33.7 million Gross (\$13.3 GF/GP) to fund an 18% increase in regular maintenance payments to foster parents, adoptive families, and juvenile guardians. <u>House</u> concurs with Executive and adds \$100 point of difference. <u>Senate</u> concurs with Executive.	TANF	NA	5,846,200
	Federal	NA	13,253,500
	Local	NA	1,248,400
	GF/GP	NA	\$13,316,600
24. Residential Rate Increase	Gross	NA	\$10,519,500
<u>Executive</u> includes \$10.5 million Gross (\$9.0 million GF/GP) to fund a 5% reimbursement increase to residential child caring institutions as well as a 12% reimbursement increase to private residential juvenile justice providers. <u>House</u> and <u>Senate</u> concur.	Federal	NA	1,543,500
	GF/GP	NA	\$8,976,000
25. Direct Care Worker to Residential Rate Increase	Gross	NA	\$0
<u>House</u> includes a net \$1.7 million federal increase from 1) adding \$11.1 million Gross (\$9.5 million GF/GP) for a general rate increase to private residential facilities and 2) removing private residential facilities from the direct care wage pass through. <u>Senate</u> does not include.	Federal	NA	0
	GF/GP	NA	\$0
26. Raise the Age Fund Adjustment	Gross	\$9,150,000	\$0
<u>Executive</u> adds \$7.7 million GF/GP to adjust the Raise the Age fund for county incurred service costs based on county budget submissions to DHHS. <u>House</u> concurs. <u>Senate</u> does not include.	G/F/GP	\$9,150,000	\$0

<u>Major Budget Changes from FY 2021-22 YTD Appropriations</u>		FY 2021-22 Year-to-Date (as of 2/9/22)	FY 2022-23 Senate Change
27. Adoption Marketing and Education Program	Gross	\$0	\$0
<u>House</u> includes \$10.0 million GF/GP to fund marketing programs that promote adoption of infants and to develop educational materials to promote adoption as an alternative to abortion. <u>Senate</u> does not include.	G/F/GP	\$0	\$0
28. Adoptive Parent Tax Credit	Gross	NA	\$0
<u>House</u> includes \$2.0 million GF/GP to fund a tax credit for adoptive parents. <u>Senate</u> does not include.	G/F/GP	NA	\$0
29. Education Planners Funding Increase	Gross	\$1,627,400	\$372,000
<u>Senate</u> includes \$372,000 GF/GP to increase funding for Education Planners.	TANF	461,000	0
	Capped	242,800	0
	Federal	307,500	0
	G/F/GP	\$616,100	\$372,000
30. Child Care Fund Basic Grants Increase	Gross	NA	\$2,400,000
<u>Senate</u> includes \$2.4 million GF/GP to increase the County Child Care Fund basic grant amounts to smaller counties.	G/F/GP	NA	\$2,400,000
31. Lessen Time for Physical/Mental Examinations	Gross	NA	\$1,000,000
<u>Senate</u> includes \$1.0 million GF/GP to lessen the time it takes to complete the physical and mental health evaluations required for foster children.	G/F/GP	NA	\$1,000,000
32. Foster Care Let Them Play	Gross	NA	\$100,000
<u>Senate</u> includes \$100,000 GF/GP to fund reimbursements to foster care children for costs associated with participation in extracurricular activities.	G/F/GP	NA	\$100,000
33. Child Welfare Day Treatment Pilot Program	Gross	NA	\$0
<u>Executive</u> includes \$2.5 million GF/GP to fund a pilot treatment program targeted to children ages 7-18 who have been expelled or are at risk of being expelled from school with behaviors that threaten the stability of their foster care placement. <u>House</u> moves to one-time and includes \$100 placeholder. <u>Senate</u> does not include.	G/F/GP	NA	\$0
34. Congregate Care Pandemic Relief Grants – One-Time	Gross	NA	\$15,000,000
<u>Executive</u> provides \$15.0 million GF/GP for pandemic-related fiscal relief to residential child welfare providers. <u>House</u> does not include. <u>Senate</u> includes as CCI Pandemic Relief payments.	G/F/GP	NA	\$15,000,000
35. Child Welfare One-Time Funding	Gross	NA	\$0
<u>House</u> includes:	G/F/GP	NA	\$0
• Housing/support for youth aging out of foster care (\$100,000)			
• Education supports for developmentally disabled foster youth (\$1.0 million)			
• In-home care grants (\$500,000)			
<u>Senate</u> does not include.			
36. Child Welfare One-Time Funding	Gross	NA	\$1,500,000
<u>Senate</u> includes \$1.5 million GF/GP for housing and support for youth aging out of foster care.	G/F/GP	NA	\$1,500,000

Major Budget Changes from FY 2021-22 YTD Appropriations

**FY 2021-22
Year-to-Date
(as of 2/9/22)** **FY 2022-23
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PUBLIC ASSISTANCE

37. Public Assistance Caseload Adjustments

Executive recognizes a \$1.1 billion Gross net increase (\$3.3 million GF/GP net reduction) resulting from adjusted estimates to Family Independence Program (FIP), Food Assistance Program (FAP), State Disability Assistance (SDA), and State Supplementation (SSI) caseloads for FY 2021-22 and FY 2022-23. Adjustments include pandemic-related increases to food assistance (P-EBT).

- FIP: reduction of \$3.7 million Gross (\$0 GF/GP).
- FAP: increase of \$1.2 billion Gross (\$0 GF/GP).
- SDA: reduction of \$452,800 GF/GP.
- SSI: reduction of \$2.8 million GF/GP.

House and Senate concur.

Gross	NA	\$1,148,718,500
IDG	NA	(180,000)
TANF	NA	(3,558,200)
Federal	NA	1,155,716,600
GF/GP	NA	(\$3,259,900)

38. Food Security Council – One-Time

Executive includes \$50.0 million GF/GP to support grants to food banks and other charity-based organizations that distribute food, update food distribution facilities, create a new food distribution center in the U.P., information technology updates for the Bridges system, and attempt coordination between primary health care services and food access. House includes \$100 placeholder. Senate does not include.

Gross	\$0	\$0
GF/GP	\$0	\$0

39. Home Repair and Plumbing Assistance Grants – One-Time

Executive includes \$40.0 million GF/GP to support grants through local Community Action Agencies to households for minor home repair work, including plumbing repairs. House includes \$100 placeholder. Senate does not include.

Gross	\$0	\$0
GF/GP	\$0	\$0

40. Cross-Enrollment Expansion – One-Time

Executive includes \$2.5 million Gross (\$1.3 million GF/GP) to support efforts to enroll public assistance recipients in all other assistance programs that they are eligible for. Funding would support administrative and outreach efforts, as well as changes to the MI Bridges enrollment portal. House and Senate do not include.

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

41. Family Independence Program – Young Child Supplements

Executive includes \$8.3 million in TANF block-grant funds to increase monthly FIP distributions by \$100 per child under the age of 6. House and Senate do not include.

Gross	\$59,751,700	\$0
TANF	48,722,100	0
Restricted	10,121,900	0
GF/GP	\$907,700	\$0

42. Family Independence Program – Child Support Pass-Through

Executive includes \$0 Gross (\$1.1 million GF/GP) to backfill forgone state-share collections of child support for administrative purposes. This would eliminate the remainder of state-share collections to allow those child support collections to pass through to FIP applicable cases. House and Senate do not include.

Gross	\$59,751,700	\$0
TANF	48,722,100	0
Restricted	10,121,900	0
GF/GP	\$907,700	\$0

43. Employment Verification Contract Increase

Executive includes \$5.4 million Gross (\$3.2 million GF/GP) to support the employment verification contract with TALX (Equifax). This includes moving the payment rate from a flat-rate to a per-unit rate, and account for increased employment verifications. House and Senate concur.

Gross	\$17,595,000	\$5,374,700
IDG	145,400	0
TANF	3,597,500	3,800
Federal	6,279,800	2,127,300
GF/GP	\$7,572,300	\$3,243,600

44. Security Services Contract Increase

Executive includes \$1.4 million Gross (\$783,800 GF/GP) to increase payments to DK Security for infrastructure protection. The increase in funds would be utilized to increase personnel wages from the current hourly minimum of \$12.40 to \$16.00 statewide, with the exception of Detroit, which would see an increase to \$18.00. House concurs. Senate includes half of the Executive increase.

Gross	\$17,595,000	\$700,000
IDG	145,400	0
TANF	3,597,500	132,300
Federal	6,279,800	175,700
GF/GP	\$7,572,300	\$392,000

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<u>Major Budget Changes from FY 2021-22 YTD Appropriations</u>			
45. Migrant Family Independence Specialists	Gross	\$471,827,100	\$0
<u>Executive</u> includes \$555,700 Gross (\$277,900 GF/GP) and 5.0 FTE positions to place Migrant Family Independence Specialists at Intercare, Cherry Health, Northwest Michigan Human Services, and Great Lakes Bay health centers. The additional Family Independence Specialists would provide for targeted outreach to migrant populations. <u>House</u> and <u>Senate</u> do not include.	IDG	6,805,700	0
	TANF	52,195,400	0
	Federal	208,849,800	0
	GF/GP	\$203,976,200	\$0
46. Food Distribution Grant – One-Time	Gross	\$0	\$0
<u>House</u> includes \$500,000 GF/GP to support a grant to Feeding America West Michigan to re-develop and equip a new distribution warehouse facility in Kentwood. <u>Senate</u> does not include.	GF/GP	\$0	\$0
47. Wrap-Around Services Grant – One-Time	Gross	\$0	\$0
<u>House</u> includes \$200,000 GF/GP to support a grant to the Boys and Girls Club facility in Bay City for site maintenance and improvement. <u>Senate</u> does not include.	GF/GP	\$0	\$0
48. Legal Assistance	Gross	\$20,000	(\$20,000)
<u>House</u> includes \$30,000 GF/GP to increase the grant to the Allegan County Legal Assistance Center, used to provide civil law services to low-income individuals. <u>Senate</u> does not include.	GF/GP	\$20,000	(\$20,000)
49. SSI Advocacy Legal Services - Placeholder	Gross	\$325,000	\$0
<u>House</u> reduces LSAM grant to \$100 placeholder. <u>Senate</u> retains.	GF/GP	\$325,000	\$0
50. Food Assistance Reinvestment – Waived Penalty Period	FTE	16.0	(16.0)
<u>Executive</u> reduces penalty payments to the U.S. Department of Agriculture – Food and Nutrition Services by \$3.6 million GF/GP. The USDA waived food assistance distribution error rate-related penalties due to the inability to determine correct error rates during certain periods in the 2 previous fiscal years, resulting from the COVID-19 pandemic and related mitigation measures. <u>House</u> concurs. <u>Senate</u> eliminate funding.	Gross	\$10,985,000	(\$10,985,000)
	GF/GP	\$10,985,000	(\$10,985,000)
51. Pathways to Potential – Targeted Reduction	FTE	231.0	0.0
<u>Senate</u> reduces appropriations by \$1.1 million Gross (\$500,000 GF/GP).	Gross	\$24,803,600	(\$1,144,600)
	IDG	357,100	0
	TANF	2,731,500	(126,000)
	Federal	11,047,700	(518,600)
	GF/GP	\$10,667,300	(\$500,000)
52 Ride to Work Program – One-Time	Gross	\$0	\$1,000,000
<u>Senate</u> includes \$1.0 million GF/GP to support a grant to the Wheels to Work program in order to expand services and reduce fees.	GF/GP	\$0	\$1,000,000
BEHAVIORAL HEALTH SERVICES			
53. Michigan Crisis and Access Line (MiCAL)	Gross	NA	\$0
<u>House</u> adds \$3.0 million GF/GP to continue to MiCAL statewide, a behavioral health crisis intervention and support call center and also provides primary coverage in regions where a regional national suicide prevention 988 lifeline center does not provide coverage and for statewide secondary coverage for 988. <u>Senate</u> does not include.	GF/GP	NA	\$0
54. Conference of Western Wayne	Gross	\$500,000	(\$500,000)
<u>Senate</u> eliminates funding for the Conference of Western Wayne substance use disorder project.	GF/GP	\$500,000	(\$500,000)

Major Budget Changes from FY 2021-22 YTD Appropriations		FY 2021-22 Year-to-Date (as of 2/9/22)	FY 2022-23 Senate Change
55. Family Support Subsidy	Gross	\$11,832,400	\$2,517,100
<u>Executive</u> reduces \$1.6 million TANF to support an estimated 3,700 family support subsidy cases. <u>House</u> concurs. <u>Senate</u> includes caseload adjustment and increases monthly subsidy by \$93.57 to \$322.88.	TANF	11,832,400	2,517,100
	GF/GP	\$0	\$0
56. Opioid Healing and Recovery Fund	Gross	\$0	\$16,000,000
<u>Executive</u> includes \$16.0 million of restricted funds from court settlements between the state and opioid manufacturers and distributors. State statute would also be required to create the fund and establish the use of the funds. <u>House</u> and <u>Senate</u> concur.	Restricted	0	16,000,000
	GF/GP	\$0	\$0
57. Families Against Narcotics (FAN)	Gross	\$4,000,000	\$1,000,000
<u>Senate</u> does not eliminate one-time funding for FAN, but instead adds \$1.0 million net GF/GP to move \$5.0 million GF/GP for FAN on an ongoing basis.	GF/GP	\$4,000,000	\$1,000,000
58. Court-Appointed Guardian and Conservators	Gross	\$0	\$5,000,000
<u>House</u> includes \$100 placeholder to reimburse court-appointed guardians of individuals who receive community mental health services. <u>Senate</u> adds \$5.0 million GF/GP and includes conservators.	GF/GP	\$0	\$5,000,000
59. Medicaid Mental Health Local Match	Gross	NA	\$0
<u>House</u> includes \$5.1 million GF/GP to replace a like amount of local funding used for Medicaid mental health supports and services. Amount would reflect the third year of phasing out the local match portion over a 5-year period. <u>Senate</u> replaces all of the local funding.	Local	NA	(15,038,700)
	GF/GP	NA	\$15,038,700
60. Medicaid Methadone Bundled Services Rate Increase	Gross	\$0	\$0
<u>House</u> adds \$5.4 million Gross (\$1.2 million GF/GP) to increase the Medicaid bundled reimbursement rate for administering and servicing methadone to \$19.00. <u>Senate</u> does not include.	Federal	0	0
	GF/GP	\$0	\$0
61. Behavioral Health Inpatient Capacity and Operations	FTE	NA	0.0
<u>Executive</u> includes \$52.5 million GF/GP and authorizes 169.0 FTE positions to increase capacity of state-operated and private purchase psychiatric inpatient beds. Funding for state-operated psychiatric hospitals would be used to staff an additional 56 beds at Hawthorn and Center for Forensic Psychiatry. Funding for private purchase would support the purchase of 60 beds. <u>House</u> and <u>Senate</u> do not include.	Gross	NA	\$0
	GF/GP	NA	\$0
62. New State-Operated Psychiatric Hospital – One-Time	Gross	\$0	\$0
<u>Executive</u> adds \$325.0 million in one-time GF/GP to construct a new state-operated psychiatric hospital campus in Southeast Michigan to replace Hawthorn and Walter P. Reuther. Campus would have an estimated capacity of 260 total beds, which would be 45 more than the current occupancy of the 2 current facilities. <u>House</u> adds \$85.0 million in one-time GF/GP to construct a new Hawthorn Center for children and adolescents. <u>Senate</u> does not include.	GF/GP	\$0	\$0

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63. New Non-State Behavioral Health Facility Capacity – One-Time	Gross	\$0	\$5,000,000
<u>House</u> adds \$178.6 million Gross (\$53.6 million GF/GP), including \$125.0 million of federal Coronavirus State Fiscal Recovery Funds (SFRF) in one-time funding for:	SFRF	0	0
	GF/GP	\$0	\$5,000,000
<ul style="list-style-type: none"> • Pine Rest pediatric behavioral health center (\$50.0 million) • Detroit Wayne Integrated Health Network psychiatric campus (\$45.0 million) • Establishing crisis stabilization units (CSUs) (\$30.0 million) • U of M Medicine children's emergency psychiatry and day program for children and adults (\$11.0 million) • Establishing psychiatric residential treatment facilities (\$10.0 million) • Team Wellness adolescent behavioral wraparound health care program (\$10.0 million) • McLaren Northern Michigan adolescent partial hospitalization (\$5.0 million) • Bay County pediatric psychiatric inpatient (\$5.0 million) • Kalamazoo or Berrien County pediatric psychiatric inpatient (\$5.0 million) • War Memorial psychiatric inpatient (\$3.6 million) • McLaren emergency psychiatric assessment, treatment, and healing (EmPATH) unit (\$3.0 million) • McLaren Greenlawn (\$1.0 million) 			
<u>Senate</u> adds \$5.0 million GF/GP for Munson Healthcare and Northern Lakes Community Mental Health Authority for CSUs and crisis residential units.			
64. Health Homes	FTE	1.0	0.0
<u>Executive</u> includes \$16.8 million Gross (\$2.5 million GF/GP) to increase the number of counties with behavioral health homes from 37 and 42 and the number of counties with opioid health homes from 40 to 49. <u>House</u> includes Executive amount but also requires funds be used to implement intellectual or developmental disability health home. <u>Senate</u> concurs with the Executive.	Gross	\$33,005,400	\$16,832,100
	Federal	29,524,900	14,332,100
	Local	246,900	0
	Restricted	677,300	0
	GF/GP	\$2,556,300	\$2,500,000
65. Central Administrative Support for State Psychiatric Hospitals and Centers	FTE	NA	0.0
<u>Executive</u> includes a net increase of \$1.1 million GF/GP and authorizes a net 8.0 FTE positions to increase administrative support for admission and discharges, the Michigan Community Transition Program, and Psychiatric Residential Treatment Facilities. <u>House</u> and <u>Senate</u> do not include the net increase.	Gross	NA	\$0
	GF/GP	NA	\$0
66. Occupational Health Clinics	FTE	NA	0.0
<u>Executive</u> adds \$3.6 million Gross (\$3.2 million GF/GP) and authorizes 29.0 FTE positions to establish permanent occupational health clinics is each of the 5 state-operated psychiatric hospitals and centers. The occupational health clinics would manage occupational health issues including workplace safety, infectious disease control, and quality control. <u>House</u> includes \$100 placeholder. <u>Senate</u> does not include.	Gross	NA	\$0
	Federal	NA	0
	GF/GP	NA	\$0
67. State Psychiatric Hospital Pharmacy Cost Increase	Gross	NA	\$0
<u>Executive</u> adds \$436,700 Gross (\$357,700 GF/GP) to support an estimated 5% inflationary increase in pharmacy costs within the state psychiatric hospitals. <u>House</u> concurs. <u>Senate</u> does not include.	Federal	NA	0
	Local	NA	0
	Restricted	NA	0
	GF/GP	NA	\$0

<u>Major Budget Changes from FY 2021-22 YTD Appropriations</u>	<u>FY 2021-22 Year-to-Date (as of 2/9/22)</u>	<u>FY 2022-23 Senate Change</u>
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68. Behavioral Health One-Time Funding	Gross	NA	\$13,250,000
<u>Executive</u> includes funding to continue Jail Diversion Funds at \$15.0 million GF/GP, multicultural integration funding at \$8.6 million GF/GP, and first responder mental health funding at \$2.5 million GF/GP.	SFRF	NA	2,500,000
<u>House</u> includes:	GF/GP	NA	\$10,750,000

- First responder mental health funding (\$7.5 million SFRF)
- Easterseals - autism comprehensive care center (\$2.5 million)
- Western Upper Peninsula CMHSP health professionals in schools (\$1.0 million)
- Altarum substance use disorder programing (\$850,000)
- Easterseals – Parent/Family stress programs (\$500,000)
- Great Lakes Recovery Center (\$250,000)
- Endeavor to Persevere – teen walk-in mental health (\$50,000)
- Mediation services (\$40,000)
- \$100 placeholders for Jail Diversion Fund, Families Against Narcotics, and Salvation Army Safe Harbor (\$300)

- Senate includes:
- Jail Diversion Fund (\$10.0 million)
 - First responder mental health funding (\$2.5 million SFRF)
 - SAFE Substance coalition (\$500,000)
 - Great Lakes Recovery Center (\$250,000)

PUBLIC HEALTH

69. New Initiatives to Reduce Health Disparities – One-Time	Gross	NA	\$500,100
<u>Executive</u> includes one-time funding of \$20.0 million Gross (\$15.0 million GF/GP) for new initiatives to reduce health disparities, including:	SFRF	NA	500,000
	GF/GP	NA	\$100

- \$10.0 million Gross (\$5.0 million GF/GP) for Medicaid health plan racial disparities incentive pool.
- \$4.2 million GF/GP for expansion of access to Centering Pregnancy sites to reduce racial disparities in pre-term births.
- \$4.0 million GF/GP for health education and training to improve birth outcomes for adolescent mothers.
- \$1.3 million GF/GP for health care workforce diversification development.
- \$500,000 GF/GP for outreach to minority women regarding uterine fibroid disease and health disparities.

Sections 1979 through 1983 are related boilerplate sections. House does not include. Senate provides \$500,100, primarily federal State Fiscal Recovery Funds; sections 1979 and 1983 are related boilerplate.

70. Essential Health Provider - Behavioral Health – One-Time	Gross	\$3,519,600	\$0
<u>Executive</u> provides one-time funding of \$25.0 million GF/GP to support behavioral health provider repayment of medical education loans in exchange for service in health professional shortage areas, an expansion of the existing Michigan essential health provider state/federal program. Sec. 1985 is related boilerplate and establishes the funding as a work project. <u>House</u> and <u>Senate</u> do not include.	Federal	1,236,300	0
	Private	855,000	0
	GF/GP	\$1,428,300	\$0

71. Health Workforce Development Initiatives – One-Time	Gross	\$1,573,000	(\$1,573,000)
<u>House</u> adds \$5.0 million GF/GP for 4 projects to increase the number of psychiatric-mental health nurse practitioners, provide social workers training in crisis stabilization management, and provide skills development and training for direct care workers. Sec. 1970 is related boilerplate and establishes the funding as a work project. <u>Senate</u> does not include current year funding or increase.	GF/GP	\$1,573,000	(\$1,573,000)

<u>Major Budget Changes from FY 2021-22 YTD Appropriations</u>		<u>FY 2021-22 Year-to-Date (as of 2/9/22)</u>	<u>FY 2022-23 Senate Change</u>
72. Rural Independent Primary Care Initiative – One-Time	Gross	\$0	\$7,624,000
<u>Senate</u> provides \$7.6 million GF/GP for grants of up to \$500,000 to counties with populations below 40,000 (43 eligible counties) to sustain physician practices in medically underserved at-risk areas. Sec. 1962 is related boilerplate.	GF/GP	\$0	\$7,624,000
73. Bone Marrow Donor and Blood Bank Programs – One-Time	Gross	\$750,000	\$0
<u>House</u> reduces current funding for bone marrow donor and blood bank programs from \$750,000 GF/GP to a \$100 placeholder and moves the funding to one-time. Related boilerplate sections 1146 and 1147 are combined and moved to Sec. 1959. <u>Senate</u> retains current year funding.	GF/GP	\$750,000	\$0
74. Information on Human Embryo Constitution Provisions	Gross	\$100,000	\$0
<u>House</u> removes \$100,000 GF/GP funding for informational materials related to State Constitution provisions regarding human embryo and embryonic stem cell research; revises related Sec. 1148 boilerplate to require a report on the expenditure of the FY 2021-22 funding. <u>Senate</u> retains current year funding.	GF/GP	\$100,000	\$0
75. Notice of Prohibited Use of State Funds for Elective Abortion	Gross	\$0	\$0
<u>House</u> includes \$50,000 GF/GP to provide notice and information to health providers and the public concerning the prohibited use of state restricted or state general funds by DHHS, grantees, or subcontractors to fund any elective abortion. Sec. 243 is related boilerplate. Vetoed in FY 2021-22 budget. <u>Senate</u> does not include.	GF/GP	\$0	\$0
76. Media and Communications Contract Reduction	Gross	NA	(\$2,596,800)
<u>Senate</u> reduces GF/GP funding by \$2.6 million in epidemiology and healthy homes for public health programs having contractual expenditures with Brogan and Partners Advertising Consultancy for media, outreach, and communications services related to program objectives. Reduction totals about 50% of GF/GP of current spending for Brogan contractual services.	GF/GP	NA	(\$2,596,800)
77. Michigan Public Health Institute (MPHI) Contract Reduction	Gross	NA	(\$7,167,800)
<u>Senate</u> reduces GF/GP funding by \$7.2 million in epidemiology, healthy homes, PFAS, and family health for public health programs having contractual expenditures with MPHI for services related to program goals and objectives. Reduction totals about 50% of GF/GP expended for MPHI contractual services. MPHI is established and authorized under section 2611 of the Public Health Code, MCL 333.2611.	GF/GP	NA	(\$7,167,800)
78. Newborn Screening Inflationary Adjustment	Gross	\$17,912,100	\$967,300
<u>Executive</u> recognizes increased newborn screening fee revenue of \$967,300 from automatic fee adjustment for inflation (4.5%) pursuant to statute, for screening of newborns for genetic conditions, in 2 line items. <u>House</u> and <u>Senate</u> concur.	Restricted	17,912,100	967,300
	GF/GP	\$0	\$0
79. Rural Firefighter Equipment – One-Time	Gross	\$0	\$100
<u>Senate</u> provides a \$100 placeholder for rural firefighter equipment readiness.	GF/GP	\$0	\$100
80. Family Preparedness Expo	Gross	\$25,000	(\$25,000)
<u>Senate</u> eliminates \$25,000 GF/GP for free family emergency readiness public events in Livingston County funded since FY 2020-21, and strikes related Sec. 1185 boilerplate.	GF/GP	\$25,000	(\$25,000)

<u>Major Budget Changes from FY 2021-22 YTD Appropriations</u>		<u>FY 2021-22 Year-to-Date (as of 2/9/22)</u>	<u>FY 2022-23 Senate Change</u>
81. Healthy Communities Grant – One-Time	Gross	\$300,000	\$700,000
<u>House</u> provides a \$100 placeholder to continue one-time funding for healthy living, obesity prevention, and substance abuse prevention programs of Leaders Advancing and Helping Communities. Sec. 1956 is related boilerplate. <u>Senate</u> provides \$1.0 million GF/GP for LAHC to establish a food pantry and kitchen, an increase of \$700,000 over current year funding; Sec. 1956 is related boilerplate.	GF/GP	\$300,000	\$700,000
82. Sexually Transmitted Disease Control and Prevention	Gross	\$6,418,200	\$2,000,000
<u>Executive</u> increases private funding by \$2.0 million for state and local prevention activities and drug programs related to sexually transmitted infections (STI). Funds are pharmaceutical manufacturer rebates for drug expenditures within this program. <u>House</u> and <u>Senate</u> concur.	Federal	3,358,100	0
	Private	136,500	2,000,000
	Restricted	2,296,600	0
	GF/GP	\$627,000	\$0
83. Gun Violence Prevention and Reduction – One-Time	Gross	\$0	\$0
<u>Executive</u> includes one-time funding of \$10.0 million GF/GP for firearm injury and violence prevention initiatives, including evidence-based school and community programs, training for health, community, and law enforcement workers, data infrastructure development, and evaluation of initiatives. Sec. 1986 is related boilerplate and establishes the funding as a work project. <u>House</u> and <u>Senate</u> do not include.	GF/GP	\$0	\$0
84. Injury Control – Traumatic Brain Injury – One-Time	Gross	\$5,000,000	\$0
<u>Senate</u> continues one-time funding of \$5.0 million GF/GP for decision support software in the treatment of traumatic brain injury. Sec. 1971 is related boilerplate, and establishes the funding as a work project.	GF/GP	\$5,000,000	\$0
85. Healthy Moms Healthy Babies - Doula Care	Gross	\$0	\$0
<u>Executive</u> increases funding by \$1.2 million GF/GP for expansion of Healthy Moms Healthy Babies maternal and infant health and support programs to provide professional doula care services for high-risk pregnant women, new mothers, and their families. <u>House</u> moves to one-time as a \$100 placeholder for a doula care services pilot program. <u>Senate</u> does not include.	GF/GP	\$0	\$0
86. Child and Adolescent Health Care and Centers	Gross	\$16,242,700	\$0
<u>Executive</u> retains FY 2021-22 \$5.0 million supplemental increase and provides additional increase of \$11.0 million of local school district revenue originating from the state School Aid Fund for primary health care services to children and youth in clinical and school-based settings, included as a proposed increase in the School Aid budget. Note \$5.0 million supplemental amount is reflected in the FY 2021-22 year-to-date. <u>House</u> and <u>Senate</u> retain \$5.0 million supplemental increase only.	Local	16,242,700	0
	GF/GP	\$0	\$0
87. Outstate Local Public Health Dental Clinics	Gross	\$1,750,000	\$4,500,000
<u>Senate</u> increases ongoing funding for outstate local public health dental clinics by \$4.5 million GF/GP to a total funding amount of \$6,250,000; the program utilizes My Community Dental Clinics (MCDC). Sec. 1317 is related boilerplate.	GF/GP	\$1,750,000	\$4,500,000
88. Alternative Pregnancy and Parenting Program	Gross	\$36,818,200	\$0
<u>House</u> includes \$700,000 increase of federal TANF funding for Real Alternatives pregnancy and parenting services program which promotes childbirth, alternatives to abortion, and grief counseling. Sec. 1307 is related boilerplate. Vetoed in FY 2021-22 budget. <u>Senate</u> does not include.	TANF	0	0
	Federal	15,828,300	0
	Restricted	50,000	0
	GF/GP	\$20,939,900	\$0

		FY 2021-22 Year-to-Date (as of 2/9/22)	FY 2022-23 Senate Change
Major Budget Changes from FY 2021-22 YTD Appropriations			
89. Title X & Title V Block Grant Funds Replacement and Redirect	Gross	\$27,697,100	\$0
<u>House</u> replaces \$8.3 million of federal title X family planning funds with GF/GP in two appropriation lines, and \$19.4 million of federal title V maternal and child health (MCH) block grant funds with GF/GP, in 11 appropriation lines. \$1.7 million of funds previously allocated from the block grant to family planning is redirected to local MCH services and childhood lead prevention program with the replacement GF/GP. Sec. 1344 is related boilerplate. <u>Senate</u> replaces same federal funding with GF/GP at slightly different amounts (\$7.6 million for Title X, \$19.5 million for Title V), does not redirect any funds, and has no related boilerplate.	Federal	27,697,100	(27,074,600)
	GF/GP	\$0	\$27,074,600
90. Maternal Navigator Pilot Program	Gross	\$0	\$0
<u>House</u> includes \$3.0 million GF/GP for a maternal navigator pilot program by nonprofit organizations in 2 geographically diverse areas to provide referrals and services to pregnant women; grantee organizations must promote childbirth and alternatives to abortion. Sec. 1345 is related boilerplate. Vetoed in FY 2021-22 budget. <u>Senate</u> does not include.	GF/GP	\$0	\$0
91. Pregnancy Resource Center Grants	Gross	\$0	\$0
<u>House</u> includes \$1.5 million GF/GP for grants to pregnancy resource centers, to be distributed equally to applicants; centers are defined as private nonprofit organizations that promote childbirth and alternatives to abortion, and provide referrals and information to pregnant women. Sec. 1346 is related boilerplate. Vetoed in FY 2021-22 budget. <u>Senate</u> does not include.	GF/GP	\$0	\$0
92. Maternity Homes Expansion	Gross	\$0	\$0
<u>House</u> includes \$4.0 million GF/GP for maternity home expansion grants for safe housing and supportive services for pregnant women who are without a safe home, and for a statewide assessment of need for access to maternity home programs. Sec. 1323 is related boilerplate. <u>Senate</u> does not include.	GF/GP	\$0	\$0
93. Lead Abatement Grant SCHIP Adjustments	Gross	\$32,745,400	\$0
<u>Executive</u> includes a net \$0 Gross fund shift of \$393,000 from federal to GF/GP for FMAP adjustment for federal Children's Health Insurance Program funds used for lead abatement in Flint and other high-risk communities since 2016-17. <u>House</u> and <u>Senate</u> concur.	Federal	19,999,500	(393,000)
	Private	77,800	0
	Restricted	723,700	0
	GF/GP	\$11,944,400	\$393,000
94. Public Health Non-GF/GP Funds Adjustments	Gross	NA	\$1,584,400
<u>Executive</u> recognizes net \$1.6 million Gross adjustment for federal, private, and state restricted funding, including:	Federal	NA	301,100
<ul style="list-style-type: none"> \$400,000 state restricted revenue for body art facility licensure. Removes \$1.4 million for 3 federal grants for rural health services now provided directly to grantee, Michigan Center for Rural Health \$1.2 million federal funds for AIDS prevention, testing, and care. \$500,000 federal smoking prevention funds. \$883,300 private funds for WIC program vendor system. 	Private	NA	883,300
<u>House</u> and <u>Senate</u> concur.	Restricted	NA	400,000
	GF/GP	NA	\$0
AGING AND ADULT SERVICES			
95. Aging Services	Gross	\$126,630,000	\$3,500,000
<u>Executive</u> recognizes \$3.5 million of additional federal funds available for senior programs including \$1.0 million for community services, \$1.5 million for congregate and home-delivered meals, and \$1.0 million for administration including funds carried forward from prior fiscal years. <u>House</u> concurs, and also removes \$40,000 GF/GP and Sec. 1426 boilerplate regarding friendly caller service that is already being provided by DHHS. <u>Senate</u> concurs with the Executive.	Federal	65,343,900	3,500,000
	Private	1,020,000	0
	Restricted	6,068,700	0
	GF/GP	\$54,197,400	\$0

Major Budget Changes from FY 2021-22 YTD Appropriations	FY 2021-22 Year-to-Date (as of 2/9/22)	FY 2022-23 Senate Change
MEDICAL SERVICES		
96. Dementia Care Unit	Gross	\$400,000
<u>Executive</u> retains \$400,000 GF/GP one-time funding for dementia care and redesignates the funding as ongoing. <u>House</u> and <u>Senate</u> concur.	GF/GP	\$400,000
		\$0
		\$0
97. Van Andel Institute	Gross	\$1,000,000
<u>Senate</u> eliminates \$1.0 million of grant funding for Van Andel Institute	GF/GP	\$1,000,000
		(\$1,000,000)
		(\$1,000,000)
98. Dental Program Redesign	Gross	NA
<u>Executive</u> includes \$247.6 million Gross (\$69.8 million GF/GP) to consolidate fee-for-service (FFS), Healthy Michigan Plan (HMP), and Healthy Kids (HKD) dental programs into a single, direct contract with dental health plans; and increase reimbursement rates for outpatient and ambulatory surgical centers. Specifically, rates for outpatient hospitals would increase from \$124.90 to \$829.15, and rates for ambulatory surgical centers would increase from \$81.84 to \$538.95. The intent would be to rebid the Medicaid contract in FY 2022-23 and increase the rates for FFS and HMP dental programs to reach equivalency in dental utilization from the higher reimbursement rate of HKD. <u>House</u> includes \$51.0 million Gross (\$17.7 million GF/GP) to increase adult fee-for-services reimbursements and concurs with Executive increase to outpatient hospitals and ambulatory surgical centers. <u>Senate</u> includes \$52.3 million Gross (\$17.4 million GF/GP) to increase adult fee-for-service reimbursements and provides a greater rate increase for outpatient and ambulatory surgical centers.	Federal	NA
	GF/GP	NA
		\$52,298,300
		34,855,900
		\$17,442,400
99. Hospice Room and Board	Gross	\$3,318,000
<u>Executive</u> includes an additional \$1.7 million GF/GP to support room and board costs of Medicaid recipients at hospice residences that are licensed by the state, but not certified for Medicare. Sec. 1856 is related, revised boilerplate. Total appropriations for monthly Medicaid hospice room and board grants would be increased to \$5.0 million GF/GP. <u>House</u> concurs with additional funding with revised Sec. 1856. <u>Senate</u> concurs with the Executive.	GF/GP	\$3,318,000
		\$1,682,000
		\$1,682,000
100. Birth Expense Recovery	Gross	NA
<u>Executive</u> includes \$13.7 million Gross (\$4.9 million GF/GP) to forgo financial reimbursements from fathers of unwed pregnancies, used to partially offset the cost of Medicaid-paid birth expenses. <u>House</u> and <u>Senate</u> do not include.	Federal	NA
	GF/GP	NA
		\$0
		0
		\$0
101. Honor Health GME	Gross	\$0
<u>Senate</u> adds \$3.0 million for Honor Health graduate medical education.	GF/GP	\$0
		\$3,000,000
		\$3,000,000
102. Long-Term Care: Non-Clinical Staff Wage Increase	Gross	\$1,990,930,000
<u>Executive</u> includes \$60.0 million Gross (\$21.2 million GF/GP) to increase non-clinical nursing facility staff hourly wages by \$2.35. <u>House</u> and <u>Senate</u> do not include.	Federal	1,323,812,100
	Local	6,618,800
	Private	6,100,000
	Restricted	358,142,500
	GF/GP	\$296,256,600
		\$0
		0
		0
		0
		0
		\$0
103. PACE – Site Expansions	Gross	\$198,118,300
<u>Executive</u> includes \$4.6 million Gross (\$1.6 million GF/GP) for the expansion of enrollment caps at the PACE sites in Wayne County, Traverse City, and the Central Michigan regional site. <u>House</u> adds \$100 placeholder to expand current sites, \$31.0 million one-time SFRF for COVID cost recoveries, and \$9.0 million one-time SFRF for new site expansions. <u>Senate</u> concurs with Executive and adds \$9.0 million Gross (\$3.2 million GF/GP) for rural startup costs and \$31.0 million one-time GF/GP for COVID cost recoveries.	SFRF	0
	Federal	133,489,100
	GF/GP	\$64,629,200
		\$44,673,100
		0
		8,824,000
		\$35,849,100

		FY 2021-22 Year-to-Date (as of 2/9/22)	FY 2022-23 Senate Change
<u>Major Budget Changes from FY 2021-22 YTD Appropriations</u>			
104. Medicaid Primary Care Rate Increase	Gross	NA	\$94,911,600
<u>Senate</u> includes \$94.9 million Gross (\$15.0 million GF/GP) to increase Medicaid primary care rates.	Federal	NA	79,911,600
	GF/GP	NA	\$15,000,000
105. Medicaid Community Health Workers	Gross	\$0	\$28,336,600
<u>Senate</u> includes \$28.3 million Gross (\$10.0 million GF/GP) to permit Medicaid to reimburse community health workers.	Federal	0	18,336,600
	GF/GP	\$0	\$10,000,000
106. Medicaid Neonatology Rate Increase	Gross	NA	\$0
<u>House</u> includes \$1.4 million Gross (\$500,000 GF/GP) to increase Medicaid neonatology rates by 5%. <u>Senate</u> does not include.	Federal	NA	0
	GF/GP	NA	\$0
107. Medicaid Private Duty Nursing Rate Increase	Gross	NA	\$7,800,000
<u>House</u> includes \$6.3 million Gross (\$2.2 million GF/GP) to increase Medicaid private duty nursing rates by 15%. <u>Senate</u> adds \$7.8 million Gross (\$2.8 million GF/GP) to increase Medicaid private duty nursing rates.	Federal	NA	4,980,000
	GF/GP	NA	\$2,820,000
108. Vaccine Administration – Medicaid Rate Increase	Gross	NA	\$0
<u>Executive</u> includes \$14.1 million Gross (\$4.5 million GF/GP) to increase Medicaid reimbursement rates for non-COVID vaccines up to Medicare reimbursement rates. <u>House</u> and <u>Senate</u> do not include.	Federal	NA	0
	GF/GP	NA	\$0
109. Restricted Fund Adjustments	Gross	NA	\$0
<u>Executive</u> includes \$27.5 million GF/GP as a net-zero replacement of restricted revenue authorization to recognize a decrease in revenues from the Medicaid Benefits Trust Fund (\$20.0 million), Healthy Michigan Fund (\$2.0 million), and from the Insurance Providers Assessment (\$5.5 million). <u>House</u> and <u>Senate</u> concur.	Restricted	NA	(27,527,300)
	GF/GP	NA	\$27,527,300
110. Medical Services One-Time Funding	Gross	NA	\$12,000,200
<u>House</u> includes:	GF/GP	NA	\$12,000,200
<ul style="list-style-type: none"> • Muskegon pathway hub model (\$3.4 million) • Region VII wellness center pilot project (\$1.0 million) • \$100 placeholders for Mary Free Bed and Altarum long-term care value process (\$300) 		NA	
<u>Senate</u> includes:			
<ul style="list-style-type: none"> • Sheridan Hospital (\$6.6 million) • Muskegon pathway hub model (\$3.4 million) • Upper Peninsula robotic spinal capital cost (\$2.0 million) • \$100 placeholders for alternative payment model and pediatric hospital support. 			
ONE-TIME APPROPRIATIONS			
111. Remove FY 2021-22 One-Time Appropriations	FTE	6.0	(6.0)
<u>Executive</u> removes one-time appropriations included in FY 2021-22, including one-time appropriations within 133 PA 2021 (HB 4398). Any of this funding that is retained into FY 2022-23 is noted elsewhere. <u>House</u> and <u>Senate</u> concur.	Gross	\$515,885,100	(\$515,885,100)
	SFRF	41,900,000	(41,900,000)
	Federal	352,626,800	(352,626,800)
	GF/GP	\$121,358,300	(\$121,358,300)

Major Boilerplate Changes from FY 2021-22

GENERAL SECTIONS

Sec. 208. Legal Services of Attorney General – REVISED

Prohibits the use of appropriated funds by DHHS to hire a person to provide legal services that are the responsibility of the Attorney General, except for bonding activities and outside services authorized by the Attorney General. Executive revises to "principal executive department, state agency or authority". House retains. Senate modifies to allow DHHS to hire outside legal counsel and to seek reimbursement from the Attorney General.

Sec. 210. Contingency Fund Appropriations – DELETED

Appropriates federal, state restricted, local, and private contingency funds of up to \$47 million total, available for expenditure when transferred to a line item through the legislative transfer process. Executive revises to increase maximum amounts for contingency appropriations for a total of up to \$290 million. House retains. Senate deletes.

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

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

Sec. 218. Basic Health Services and Report – RETAINED

Lists eight health services to be included in an annual list of proposed basic health services to be funded, as required under Part 23 of the Public Health Code; requires report. Executive deletes. House revises to strike list and report; and directs department to provide a list of proposed basic health services by October 1 to the Legislature. Senate retains.

Sec. 219. & 219a. Michigan Public Health Institute Contracts/Employment – 219 RETAINED, 219A NOT INCLUDED

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

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

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

Sec. 231. Direct Care Worker Wage Increase and Report – REVISED

Requires DHHS to increase wages by up to \$2.35 per hour paid to direct care workers funded by DHHS appropriations, and states specific workers and wage increases to be supported. Includes provisions if a worker elects to reject the increase. Requires contractor reporting, and requires DHHS to report by March 1 including details on wages paid. Executive adds non-clinical workers in nursing facilities to list of workers qualified for wage increase. House revises to require Medicaid managed care organizations of MI Choice, MI Health Link, and PIHPs to continue the direct care wage increase and to report quarterly to DHHS on direct care salaries paid, for DHHS to perform a market rate survey, and removes references to private child caring institutions, area agencies on aging, and long-term care (which is moved to new Sec. 1644). Senate revises March 1 report requirements.

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

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

Sec. 237. Conditions on Funding Regarding COVID Information and Requirements – RETAINED

Prohibits DHHS from requiring proof of COVID-19 vaccination to access state facilities or services, creating a COVID vaccine passport, or providing COVID vaccine status of an individual to any entity without the individual's consent. Also prohibits DHHS from requiring proof of COVID vaccination as a condition of certain employment or subjecting an individual to negative employment consequences because of COVID vaccine status, and requires exemptions to any COVID vaccine policy required to be established due to a federal mandate. Executive deletes. House and Senate retain.

Sec. 238. Remote Work Restriction – NOT INCLUDED

House adds new boilerplate that prohibits state employees who did not work remotely prior to February 28, 2020 from working remotely beginning October 1. Senate does not include.

Sec. 239. Medicaid Reimbursement for Telemedicine – RETAINED

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

Major Boilerplate Changes from FY 2021-22

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

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

Sec. 240. Prohibit Payment to Any Person or Entity that Provides Abortion Services – NEW

Senate adds new boilerplate to prohibit any funds being paid or granted to any person or entity, or any subcontractor, that provides election abortion services, counseling or referrals, but not restricting any Medicaid recipient's selection of provider for a covered service.

Sec. 253. House Bill 6011 Tie Bar – NOT INCLUDED

House adds new boilerplate that conditions Medicaid appropriations on enactment of House Bill 6011 by October 1 of the current fiscal year. House Bill 6011 would require the DHHS director to suspend indefinitely Medicaid providers that perform abortions, as defined by MCL 333.17015. Senate does not include.

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

Directs DHHS to collaboratively promote and support school and education initiatives including training regarding use of trauma-informed practices and age-appropriate information about human trafficking and sexual abuse prevention, and to provide a report by March 1. Executive deletes. House retains. Senate deletes.

DEPARTMENTAL ADMINISTRATION AND SUPPORT

Sec. 301. Terminal Leave Payments – RETAINED

Requires that spending for terminal leave payments not exceed designated appropriations, unless a legislative transfer of funds from another line item supporting administrative costs is requested and approved. Executive deletes. House and Senate retain.

COMMUNITY SERVICES AND OUTREACH

Sec. 463. Runaway and Homeless Youth Grants – REVISED

Executive authorizes DHHS to make allocations of TANF revenue only to agencies that report necessary data to the department for the propose of meeting TANF eligibility reporting requirements. House concurs. Senate revises with technical change.

Sec 464. Diaper Assistance Program – REVISED

Allocates \$250,000 of TANF revenue as grants to be used to purchase diapering supplies for children under 36 months of age; funds to be distributed evenly to all regions of the state. Executive transfers line to community services and outreach. House concurs, increases funding to \$1.5 million, and allocates \$1.0 million to pregnancy resource centers to fund diapering supplies for children under 36 months of age. Senate concurs, increases funding by \$4.2 million TANF, and includes maternity homes and other nonprofit agencies as eligible funding recipients.

CHILDREN'S SERVICES AGENCY – CHILD WELFARE

Sec. 511. Physical and Mental Health Assessment Reports – REVISED

Requires DHHS to provide semiannual reports on the number and percentage of foster care children that received timely physical and mental health examinations. Senate allocates \$1.0 million to improve frequency of physical and mental examinations along with timely dental examinations specifically for children in rural areas.

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

Requires DHHS to exclude certain case types when calculating the adoption worker caseload for private agencies if approved by the settlement monitor. Executive and House delete. Senate retains.

Sec. 528. Child Care Fund Basic Grants – NEW

Senate requires DHHS to allocate \$2.4 million to increase annual basic grant amounts to counties with a population of less than 75,000. Basic grant amounts would increase from \$15,000 per year to \$56,520 per year for eligible counties.

Sec. 543. Child Abuse and Neglect Policy for Legal Proceedings – RETAINED

Requires DHHS to develop a clear policy that provides children who are victims of abuse or child neglect to provide input in the legal proceedings. Executive deletes. House and Senate retain.

Sec. 560. Foster Care Let Them Play Grants – NEW

Senate requires DHHS to allocate \$100,000 to reimburse foster care children for costs incurred from participating in an extracurricular activity.

Major Boilerplate Changes from FY 2021-22

Sec. 575. Kinship Caregiver Advisory Council – NEW

Executive requires DHHS to allocate \$200,000 to provide support and coordinated services to the kinship advisory council. Requires the establishment of a public awareness campaign to educate the public about kinship caregivers; consult and coordinate with kinship caregiver navigator program to collect data; establish, maintain, and update a list of local support groups and programs to provide services to kinship families; develop methods to promote and improve collaboration between states, counties, agencies, and stakeholders for improved services. House and Senate concur.

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.

BEHAVIORAL HEALTH SERVICES

Sec. 908. Uniform Community Mental Health Credentialing – DELETED

States that contracts with PIHPs and CMHSPs must work toward implementing section 206b of the Mental Health Code on uniform community mental health services credentialing. Executive deletes. House retains. Senate deletes.

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. 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 \$50.00 per hour and not more than \$55.00 per hour. Senate changes hourly rates to \$52.00 and \$57.00.

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

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

Sec. 960. Autism Services Cost Containment – RETAINED

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

Sec. 970. Skill Building Assistance Services – REVISED

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

Sec. 1062. 5-Year Inpatient Psychiatric Bed Plan – RETAINED

Requires DHHS to report a 5-year plan to address need for public and private inpatient psychiatric beds for adults and children. Executive deletes. House deletes and removes associated funding. Senate retains.

PUBLIC HEALTH

Sec. 1151. Opioid Addiction Treatment Education Collaboration – RETAINED

Requires DHHS to coordinate with Medicaid health plans, substance use disorder providers, and others to inform Medicaid beneficiaries of opioid addiction treatment options when an opioid prescription is completed, and to address other drug and opioid abuse issues; requires a report by October 1. Executive deletes. House and Senate retain.

Major Boilerplate Changes from FY 2021-22

Sec. 1222. Essential Local Public Health Services – REVISED

Directs that essential local public health services line item funds be prospectively allocated to local public health departments for nine state and local cost-shared services, in consultation with Departments of Agriculture and Rural Development, and Environment, Great Lakes, and Energy; local health departments are held to contractual standards and spending minimums; requires a report by December 1. States distribution formula required to be used, and that allocations shall not be less than the previous fiscal year. Subsection (4) directs that funding shall be unappropriated if a local health officer has an emergency order under Section 2453 of the Public Health Code in effect as of October 1, 2021; does not apply if a county board of commissioners passes a resolution to support the emergency order. Executive deletes subsection (4). House retains subsection (4), adds language to require quarterly county approval of health department's budget for state essential local public health services funding. Senate makes technical changes to subsection (4).

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

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

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

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

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

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

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

States legislative intent that funds that may be expended for a public media campaign regarding publicly funded family planning or pregnancy prevention programs cannot be used to communicate any message that can be interpreted to mean that abortion is a method of family planning or pregnancy prevention. Executive deletes. House and Senate retain.

Sec. 1321. Revise Education Modules Regarding Sexual Abuse Prevention – RETAINED

Allows DHHS to revise Michigan Model health education modules to include age-appropriate information about the importance of consent, setting and respecting personal boundaries, and prevention of child sexual abuse, sexual assault, and dating violence. Executive retains. House revises to add prevention of human trafficking. Senate retains.

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

House adds new boilerplate to require that programs previously funded with federal family planning and maternal and child health block grant funding shall be funded with GF/GP, and DHHS shall not contract for these programs with any vendor that provides abortion services. Senate does not include.

Sec. 1347. Use of Funds for Activities Regarding Abortion or Human Embryo Use – RETAINED

Prohibits use of state funds for abortion counseling, referrals, or services, or for any activities regarding human cloning or research in which a human embryo is destroyed or discarded. Executive deletes. House and Senate retain.

MEDICAL SERVICES

Sec. 1517. Actuarial Analysis – Specialty Medicaid Managed Care Health Plan – REVISED

Allocates funding to complete an actuarial analysis to assess the creation of a Medicaid managed care plan for children in foster care; provides for the requirements of specialty plan; and requires a report. Executive deletes. House and Senate remove associated funding and require a report on implementation.

Sec. 1615. Encounter Claims Data Integrity – RETAINED

Requires the department to provide oversight of Medicaid claims encounter data to insure the integrity of actuarial rates; allows the department to request certain information from Medicaid health plans; and provides for the intent that the department conduct annual audits of Medicaid claims and provide for remedial actions to mitigate errors in actuarial rates. Executive deletes. House and Senate retain.

Major Boilerplate Changes from FY 2021-22

Sec. 1616. Community Health Workers – REVISED

Requires DHHS to consult with the federal government on allowable avenues to further utilize Community Health Workers as Medicaid providers; possible federal matching funds for services; and requires any expansion be geographically broad-based, evidence-based, and commensurate with applicable training. Executive deletes. House adds doulas and requires a report. Senate re-drafts and includes a report.

Sec. 1628. Dental Procedure Rates – NEW

Senate appropriates funding to support an increase in dental reimbursement rates for ambulatory surgical centers and outpatient hospitals; specifies reimbursement rates.

Sec. 1645. Nursing Facility Current Asset Value Bed Limit – RETAINED

Allows DHHS to establish a class I nursing facility current asset value bed limit based on a rolling 15-year history of new construction; state legislative intent that annual increase not exceed 4%. Executive deletes. House requires the use of a rolling 15-year history of new construction. Senate retains.

Sec. 1701. Supportive Housing Report – NEW

Senate requires DHHS to perform a feasibility study on obtaining Medicaid match funding to provide for a supportive housing services benefit; requires a report; and provides legislative intent.

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

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

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

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

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

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

Sec. 1875. Prior Authorization for Certain Drugs – REVISED

Applies prior authorization prohibition to DHHS and its contractual agents for psychotropic medications, drugs for the treatment of HIV or AIDS, epilepsy/seizure disorder, or drugs for organ transplant therapy, if those drugs were either carved out or not subject to prior authorization procedures as of January 22, 2021, defines "prior authorization"; and requires DHHS to explore including medications for the treatment of Duchenne Muscular Dystrophy to the list of Medicaid prescriptions not subject to prior authorization. Executive and House delete. Senate revises to include Duchenne Muscular Dystrophy.

Sec. 1879. Single Preferred Drug List – REVISED

Requires DHHS to maintain a standard preferred drug list for Medicaid managed care, requires any changes in the preferred drug list to be made in consultation with the Medicaid managed care organizations and the Pharmacy and Therapeutics Committee. Requires a report. House revises to require Medicaid managed care organizations to manage their own preferred drug lists, and for changes to the Medicaid managed care organization preferred drug lists to be made in consultation with the Pharmacy and Therapeutics Committee. Senate revises to include additional quarters of data in annual report.

Sec. 1895. Nursing Home Variable Cost Component – NEW

Executive requires DHHS to adjust interim variable cost component at 102.5% of the interim rate provided on October 1, 2022, establishes quality assurance supplement formula, and requires DHHS to audit costs to establish a final audited rate. House and Senate concur, with technical drafting edits.