

**FY 2024-25: HEALTH AND HUMAN SERVICES**  
**Summary: House Subcommittee Chair’s Recommendation**  
**House Bill 5556 (H-1)**



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	FY 2023-24 Enacted as of 2/7/24	FY 2024-25 Executive	FY 2024-25 House	FY 2024-25 Senate	FY 2024-25 Conference	Difference: House From FY 2023-24 Enacted	
						Amount	%
IDG/IDT	\$14,676,900	\$14,707,900	\$14,707,900	\$	\$	\$31,000	0.2
<b>Federal</b>	25,806,821,200	26,755,591,000	26,703,147,900			896,326,700	3.5
<b>Local</b>	162,620,500	162,870,000	160,445,300			(2,175,200)	(1.3)
<b>Private</b>	179,694,600	179,764,200	179,764,200			69,600	0.0
<b>Restricted</b>	3,106,634,400	3,883,861,200	3,937,264,500			830,630,100	26.7
<b>GF/GP</b>	6,464,135,400	6,705,498,500	6,768,198,500			304,063,100	4.7
<b>Gross</b>	<b>\$35,734,583,000</b>	<b>\$37,702,292,800</b>	<b>\$37,763,528,300</b>	<b>\$</b>	<b>\$</b>	<b>\$2,028,945,300</b>	<b>5.7</b>
<b>FTEs</b>	15,861.5	15,929.5	15,897.5			36.0	0.2

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

**Overview**

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

<b>Major Budget Changes from FY 2023-24 Enacted Appropriations</b>	<b>FY 2023-24 Enacted (as of 2/7/24)</b>	<b>FY 2024-25 House Change</b>
<b>MEDICAID – GENERAL</b>		
<b>1. Traditional Medicaid Cost Adjustments</b>	<b>Gross \$18,219,346,600</b>	<b>\$330,338,100</b>
<u>Executive</u> includes an increase of \$360.2 million Gross (\$174.6 million GF/GP) to recognize caseload, utilization, inflation, and special financing adjustments, and traditional FMAP cost-sharing adjustments from FMAP increasing from 64.94% to 65.13%, less 1 quarter of 1.5% enhanced FMAP provided under the federal Consolidated Appropriations Act, 2023, for medical and behavioral health services in the traditional Medicaid program. <u>House</u> includes an increase of \$330.3 million Gross (\$164.2 million GF/GP).	Federal 11,973,142,000	95,619,000
	Local 45,460,600	(3,689,200)
	Private 10,547,100	(1,178,800)
	Restricted 2,418,234,100	75,359,200
	GF/GP \$3,771,962,800	\$164,227,900
<b>2. Healthy Michigan Plan Cost Adjustments</b>	<b>Gross \$5,915,913,200</b>	<b>(\$69,234,600)</b>
<u>Executive</u> includes a reduction of \$69.2 million Gross (\$6.0 million GF/GP) to recognize caseload, utilization, inflation, and special financing adjustments for medical and behavioral health services in the Healthy Michigan Plan (HMP). <u>House</u> concurs.	Federal 5,311,479,200	(61,520,200)
	Local 1,714,800	36,100
	Private 168,800	915,400
	Restricted 487,171,700	(2,616,400)
	GF/GP \$115,378,700	(\$6,049,500)
<b>3. Actuarial Soundness</b>	<b>Gross NA</b>	<b>\$496,691,300</b>
<u>Executive</u> includes \$496.7 million Gross (\$134.5 million GF/GP) to support an estimated 3.0% actuarial soundness adjustment for prepaid inpatient health plans (PIHPs), 3.5% for Medicaid Health plans, 5.6% for Program of All-inclusive Care for the Elderly (PACE), 4.0% for home- and community-based services, 1.0% for Integrated Care Organizations (MI Health Link), and 2.5% for Healthy Kids Dental. <u>House</u> concurs.	Federal NA	362,212,000
	GF/GP NA	\$134,479,300

	FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 House Change
<b>Major Budget Changes from FY 2023-24 Enacted Appropriations</b>		
<b>4. Federal Managed Care Rule – Hospital Rate Adjustment</b>	<b>Gross</b>	<b>\$2,309,438,000</b>
<u>Executive</u> includes an increase of \$2,320.9 million Gross (reduction of \$167.1 million GF/GP) from increased Hospital Quality Assurance Assessment Program (QAAP)-funded Hospital Rate Adjustments (HRA) payments that are able to be increased under recent federal rule changes. The corresponding GF/GP adjustments are associated with a statutory state retainer that is tied to the federal share of these QAAP-funded hospital payments. <u>House</u> concurs.	Federal	\$2,320,864,500
	Restricted	1,720,074,600
	GF/GP	767,857,900
		(\$167,068,000)
<b>5. Federal Managed Care Rule – DSH Payment Adjustments</b>	<b>Gross</b>	<b>\$233,500,000</b>
<u>Executive</u> includes a net reduction of \$230.0 million Gross (net increase of \$70.2 million GF/GP) based on the removal of Disproportionate Share Hospital (DSH) payments that hospitals would no longer be eligible for as a result of the HRA increase. Changes include:	Federal	(\$230,000,000)
<ul style="list-style-type: none"> <li>Eliminating Hospital QAAP-funded Outpatient DSH (\$185.0 million Gross (\$21.0 million GF/GP cost)).</li> <li>Removing Certified Public Expenditure DSH GF/GP savings (\$61.5 million GF/GP).</li> <li>Eliminating Regular DSH (\$45.0 million Gross (\$11.2 million GF/GP)) and using \$4.6 million restricted Health and Safety Fund repurposed to offset GF/GP.</li> <li>Changing University DSH (\$3.5 million) to 100% GF/GP grant.</li> </ul>	Restricted	(213,100,000)
<u>House</u> concurs.	GF/GP	(87,078,600)
		\$70,178,600
<b>6. Medicare Buy-In Compliance Adjustments</b>	<b>Gross</b>	<b>NA</b>
<u>Executive</u> includes a net reduction of \$25.7 million Gross (increase of \$8.8 million GF/GP) to increase \$27.3 million GF/GP associated with state costs to cover Medicare Part B premiums for individuals whose income is above 120% of federal poverty. eligible for both Medicare and Medicaid (dually-eligibles) and reduce \$53.0 million Gross (\$18.5 million GF/GP) based on assumed Medicaid savings from additional individuals being covered under Medicare Part B. <u>House</u> concurs.	Federal	(\$25,709,700)
	GF/GP	(34,522,400)
		\$8,812,700
<b>DEPARTMENT ADMINISTRATION / INFORMATION TECHNOLOGY</b>		
<b>7. Office of the Inspector General - Fraud Framework Grant</b>	FTE	197.0
<u>Executive</u> includes \$750,000 in additional federal authorization to realize a grant awarded to the DHHS Office of Inspector General (OIG) to improve recipient fraud prevention for Supplemental Nutrition Assistance Program (SNAP) benefits. <u>House</u> concurs.	<b>Gross</b>	<b>\$25,869,800</b>
	IDG/IDT	0
	Federal	750,000
	GF/GP	\$0
<b>8. MiHIN Maintenance</b>	<b>Gross</b>	<b>NA</b>
<u>House</u> includes \$3.2 million GF/GP to provide additional system maintenance funding for the Michigan Health Information Network.	GF/GP	NA
		\$3,200,000
<b>9. Economic Adjustments</b>	<b>Gross</b>	<b>NA</b>
<u>Executive</u> reflects increased costs of \$57.8 million Gross (\$39.1 million GF/GP) for negotiated salary and wage increases (5.0% on October 1, 2024), actuarially required retirement contributions, worker's compensation, building occupancy charges, rent, and other economic adjustments. <u>House</u> concurs.	IDG/IDT	NA
	Federal	31,000
	Local	17,663,600
	Private	309,700
	Restricted	329,700
	GF/GP	359,900
		\$39,097,300
<b>10. State Employees' Retirement System (One-Time)</b>	<b>Gross</b>	<b>NA</b>
<u>House</u> includes \$700,000 GF/GP, on a one-time basis for implementation costs for House Bills 4665-4667.	GF/GP	NA
		\$700,000
<b>COMMUNITY SERVICES AND OUTREACH</b>		
<b>11. TANF Housing Assistance</b>	<b>Gross</b>	<b>NA</b>
<u>Executive</u> includes \$3.5 million federal TANF to support families involved in the child welfare system that face housing insecurity. <u>House</u> concurs.	TANF	NA
	GF/GP	NA
		\$3,500,000
		\$0

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 House Change
<b>Major Budget Changes from FY 2023-24 Enacted Appropriations</b>			
<b>12. Kids Food Basket Increase</b>	<b>Gross</b>	<b>\$525,000</b>	<b>\$500,000</b>
<u>House</u> includes \$500,000 GF/GP to provide an increase to the Kids Food Basket program. In FY2023-24, the program received an additional \$1.0 million GF/GP in the one-time unit.	GF/GP	\$525,000	\$500,000
<b>13. Statewide Emergency Shelter Support (One-Time)</b>	<b>Gross</b>	<b>NA</b>	<b>\$2,750,000</b>
<u>Executive</u> includes \$7.3 million GF/GP to support statewide emergency shelter operations. Amount includes \$4.5 million GF/GP to support families involved in the child welfare system with housing security, \$2.0 million GF/GP to support construction of family shelters, and \$750,000 GF/GP for short term hoteling. <u>House</u> includes \$2.0 million GF/GP to support construction of family shelters and \$750,000 GF/GP for short term hoteling.	GF/GP	NA	\$2,750,000
<b>14. Prewaterization Services (One-Time)</b>	<b>Gross</b>	<b>\$0</b>	<b>\$10,000,000</b>
<u>Executive</u> includes \$5.0 million GF/GP to draw down the federal Infrastructure, Investment, and Jobs Act (IIJA) grant matching funds for weatherization assistance. The 5-year annual IIJA grant amount is \$41.8 million. <u>House</u> includes funding as preweatherization services and provides additional \$5.0 million GF/GP.	GF/GP	\$0	\$10,000,000
<b>15. Housing Supports (One-Time)</b>	<b>Gross</b>	<b>\$0</b>	<b>\$2,500,000</b>
<u>House</u> includes \$2.5 million GF/GP for the following:	GF/GP	\$0	\$2,500,000
<ul style="list-style-type: none"> <li>Amity Foundation - renovations to transitional housing (\$1.8 million).</li> <li>Lodge of Hope - tribal homeless shelter operations (\$750,000).</li> </ul>			
<b>CHILDREN'S SERVICES AGENCY – CHILD WELFARE</b>			
<b>16. Child Welfare Caseload Adjustments</b>	<b>Gross</b>	<b>\$791,319,100</b>	<b>(\$2,137,300)</b>
<u>Executive</u> reduces funding for child welfare programs by \$2.1 million Gross (increases \$16.2 million GF/GP) as follows:	TANF	72,896,400	(2,646,800)
<ul style="list-style-type: none"> <li>Adoption Subsidies is reduced by \$16.6 million Gross (\$4.4 million GF/GP).</li> <li>Child Care Fund is increased by \$2.0 million Gross (\$10.2 million GF/GP).</li> <li>Foster Care Payments is increased by \$13.5 million Gross (\$11.5 million GF/GP).</li> <li>Guardianship Assistance Program is reduced by \$1.0 million Gross (\$681,600 GF/GP).</li> </ul>	Federal	210,841,500	(12,193,600)
	Local	33,295,400	(5,106,100)
	Private	1,500,000	3,300
	Restricted	2,000,000	1,615,800
Amount includes \$291,900 GF/GP increase from changes in the FY 2024-25 FMAP up to 65.13% and a backout of the final quarter of pandemic-related E-FMAP. <u>House</u> concurs.	GF/GP	\$470,785,800	\$16,190,100
<b>17. Child Caring Institution Rate Restructure</b>	FTE	NA	0.0
<u>Executive</u> includes \$38.0 million Gross (\$30.3 million GF/GP) to restructure contracts to private residential child placing agencies to provide upfront funding based on available beds rather than a per child per day payment. Amount includes \$464,600 Gross (\$343,100 GF/GP) to fund additional 6.0 FTE positions provided within the Department Administration and Management unit to administer the rate restructure.	<b>Gross</b>	<b>NA</b>	<b>\$25,376,500</b>
<u>House</u> includes \$25.4 million Gross (\$20.3 million GF/GP) to fund 600 residential beds, a 9% increase to current per diem rates to support employee retention and recruitment, and a rate for unfilled residential beds that is 90% of the filled bed rate. Amount does not include funding for 6.0 additional FTE positions.	Local	NA	\$5,075,300
	GF/GP	NA	\$20,301,200
<b>18. TANF Swap</b>	<b>Gross</b>	<b>NA</b>	<b>\$0</b>
<u>Executive</u> includes \$40.0 million GF/GP increase to offset a \$40.0 million TANF reduction within child welfare staffing lines. Funding will be reappropriated to fund new supports to low-income families. <u>House</u> concurs.	TANF	NA	(40,000,000)
	GF/GP	NA	\$40,000,000

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 House Change
<b>Major Budget Changes from FY 2023-24 Enacted Appropriations</b>			
<b>19. Raise the Age Fund Elimination</b>	<b>Gross</b>	<b>\$13,150,000</b>	<b>(\$13,150,000)</b>
<u>Executive</u> reduces funding by \$13.2 million GF/GP through the elimination of the Raise the Age Fund. <u>House</u> concurs.	GF/GP	\$13,150,000	(\$13,150,000)
<b>20. Family Preservation Program Increase</b>	FTE	34.0	0.0
<u>House</u> includes \$12.2 million TANF revenue to support community - based family preservation and prevention programming to keep children in their homes and out of foster care.	<b>Gross</b>	<b>\$56,987,700</b>	<b>\$12,200,200</b>
	TANF	43,228,500	12,200,000
	Federal	5,053,600	0
	GF/GP	\$8,705,600	\$0
<b>21. Foster Care Administrative Rate Increase</b>	<b>Gross</b>	<b>NA</b>	<b>\$11,847,000</b>
<u>House</u> includes \$11.8 million Gross (\$5.5 million GF/GP) to provide a \$5.00 increase to the administrative rate for private foster care agencies. The administrative rate would increase from \$55.20 to \$60.20.	TANF	NA	2,355,000
	Federal	NA	4,003,400
	GF/GP	NA	\$5,488,600
<b>22. Raise the Age Reimbursement Rate Reduction</b>	<b>Gross</b>	<b>NA</b>	<b>(\$9,000,000)</b>
<u>Executive</u> reduces funding by \$9.0 million GF/GP through the lowering of the state reimbursement rate to counties for 17-year-old juvenile offenders from 100% to 50% resulting from the statutory change implemented in PA 297 of 2023. <u>House</u> concurs.	GF/GP	NA	(\$9,000,000)
<b>23. Juvenile Justice Investments</b>	FTE	NA	21.0
<u>Executive</u> includes \$11.9 million Gross (\$10.7 million GF/GP) and authorizes an additional 21.0 FTE positions to implement recommendations from the Governor's Task Force on Juvenile Justice Reform. Funding will be used in part to support staffing at the two state residential facilities, Bay Pines and Shawono Center. Amount also includes \$5.0 million GF/GP on a one-time basis for capital improvements at the two state residential facilities. <u>House</u> concurs but does not include the \$5.0 million GF/GP in the one-time unit.	<b>Gross</b>	<b>NA</b>	<b>\$6,912,300</b>
	Local	NA	1,180,500
	GF/GP	NA	\$5,731,800
<b>24. Title IV-E Payments to Unlicensed Relatives</b>	<b>Gross</b>	<b>NA</b>	<b>\$0</b>
<u>Executive</u> includes \$10.0 million GF/GP savings due to a recent federal rule change that allows federal Title IV-E funds to now be used to provide payments to unlicensed relatives. Previously, the state only received IV-E reimbursement for placements with licensed caregivers. Payments to unlicensed relatives were exclusively funded by GF/GP. <u>House</u> concurs.	Federal	NA	10,000,000
	GF/GP	NA	(\$10,000,000)
<b>25. Modified Implementation, Sustainability, and Exit Plan (MISEP) Strategy and Improvements</b>	<b>Gross</b>	<b>NA</b>	<b>\$0</b>
<u>Executive</u> includes \$10.0 million GF/GP for provide program and staffing supports in order to meet identified MISEP benchmarks. <u>House</u> does not include.	GF/GP	NA	\$0
<b>26. Court-Appointed Special Advocates Increase</b>	<b>Gross</b>	<b>\$1,000,000</b>	<b>\$1,500,000</b>
<u>House</u> includes \$1.5 million GF/GP to support the court-appointed special advocates program that provides abused or neglected children with advocates who represent their best interests during legal proceedings. In FY2023-24, the program received an additional \$1.5 million GF/GP in the one-time unit.	GF/GP	\$1,000,000	\$1,500,000
<b>27. Foster Care Clothing Allowance Increase</b>	<b>Gross</b>	<b>NA</b>	<b>\$1,455,000</b>
<u>Executive</u> includes \$1.5 million GF/GP to increase the semiannual clothing allowance and holiday allowance for foster youth by \$50. <u>House</u> concurs.	Federal	NA	344,300
	GF/GP	NA	\$1,110,700
<b>28. Foster Care Disability Navigator</b>	<b>Gross</b>	<b>NA</b>	<b>\$1,000,000</b>
<u>House</u> includes \$1.0 million GF/GP to Arc Michigan to provide education supports for youth with disabilities currently in foster care or who have been adopted from foster care in the past year.	GF/GP	NA	\$1,000,000

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<b>Major Budget Changes from FY 2023-24 Enacted Appropriations</b>			
<b>29. Parent-to-Parent Increase</b>	<b>Gross</b>	<b>\$250,000</b>	<b>\$500,000</b>
<u>House</u> includes \$500,000 GF/GP to support the Parent-to-Parent program (also known as Adoptive Parent Support Network).	GF/GP	\$250,000	\$500,000
<b>30. Children's Services Administration Training (One-Time)</b>	<b>Gross</b>	<b>\$0</b>	<b>\$2,000,000</b>
<u>Executive</u> includes \$2.0 million GF/GP to fund a training program for administration staff. <u>House</u> concurs.	GF/GP	\$0	\$2,000,000
<b>31. Juvenile Justice Deferred Maintenance (One-Time)</b>	<b>Gross</b>	<b>\$0</b>	<b>\$1,000,000</b>
<u>House</u> includes \$1.0 million GF/GP to Spectrum Human Services for renovations and security upgrades needed to reopen a secure residential juvenile justice facility.	GF/GP	\$0	\$1,000,000
<b>PUBLIC ASSISTANCE / LOCAL OFFICE OPERATIONS</b>			
<b>32. Public Assistance Caseloads</b>	<b>Gross</b>	<b>\$5,402,294,900</b>	<b>(\$1,253,334,800)</b>
<u>Executive</u> includes a net reduction of \$1,253.3 million Gross (increase of \$2.3 million GF/GP) for current year and FY 2024-25 caseload adjustments for the Family Independence Program (FIP), Food Assistance Program (FAP), State Disability Assistance (SDA), and State Supplementation (SSI). The reduction primarily results from a decrease in FAP caseloads. Caseload changes include:	TANF	60,988,000	(1,103,500)
	Federal	5,268,764,400	(1,255,104,400)
	Restricted	14,659,600	528,900
	GF/GP	\$57,882,900	\$2,344,200
<ul style="list-style-type: none"> <li>FIP – reduction of \$1.1 million Gross (\$47,700 GF/GP).</li> <li>FAP – reduction of \$1.255 million federal.</li> <li>SDA – increase of \$2.6 million Gross (\$2.0 million GF/GP).</li> <li>SSI – increase of \$279,600 GF/GP.</li> </ul> <u>House</u> concurs.			
<b>33. Assistance Programs – Increase TANF Support</b>	<b>Gross</b>	<b>NA</b>	<b>\$77,977,100</b>
<u>Executive</u> includes \$100.0 million Temporary Assistance for Needy Families (TANF) block grant revenues to support a new program and supplement various other public assistance programs. <u>House</u> concurs, includes \$78.0 million Gross (\$11.6 million GF/GP), and adjusts appropriations to include:	TANF	NA	66,409,000
	GF/GP	NA	\$11,568,100
<ul style="list-style-type: none"> <li>\$28.4 million TANF to increase the FIP payment standard by 25% and increase the state lifetime limits to 60 months, permit exceptions to federal lifetime limit, and remove truancy penalty.</li> <li>\$30.0 million Gross (\$11.6 million GF/GP, remainder TANF) to increase the pool for local office emergency relief grants.</li> <li>\$9.6 million TANF to create an ongoing Prenatal and Infant Support program.</li> <li>\$10.0 million TANF to increase the Family Independence Program – Young Child Supplement per child, per case monthly supplementary amount to \$150.</li> </ul>			
<b>34. Michigan Energy Assistance Program (MEAP)</b>	<b>Gross</b>	<b>\$50,000,000</b>	<b>\$7,500,000</b>
<u>Executives</u> includes \$15.0 million GF/GP to increase the pool for State Emergency Relief (SER) energy assistance grants to low-income residents by approximately 30%. MEAP is primarily funded through the Low-Income Energy Assistance Fund (LIEAF), which is supported by a per-customer utility surcharge. <u>House</u> includes \$7.5 million GF/GP.	Restricted	50,000,000	0
	GF/GP	\$0	\$7,500,000
<b>35. Employment and Training Support (One-Time)</b>	<b>Gross</b>	<b>\$0</b>	<b>\$2,500,000</b>
<u>Executive</u> includes \$5.0 million GF/GP on a one-time basis to increase the grant pool for employment support services, such as vehicle repair/purchases, transportation assistance, work clothing, and tools. <u>House</u> includes \$2.5 million GF/GP.	GF/GP	\$0	\$2,500,000

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<b>Major Budget Changes from FY 2023-24 Enacted Appropriations</b>			
<b>36. Water affordability (One-Time)</b>	<b>Gross</b>	<b>\$0</b>	<b>\$10,000,000</b>
<u>House</u> includes \$10.0 million GF/GP for water affordability efforts, including paying water arrearages, shut off notices, and subsidizing other water affordability programs.	GF/GP	\$0	\$10,000,000
<b>37. Indigent Burial Payment Increase</b>	<b>Gross</b>	<b>\$3,869,100</b>	<b>\$431,900</b>
<u>House</u> includes \$431,900 Gross (\$428,300 GF/GP) to increase indigent burial SER grants by 12%.	TANF	300,000	3,600
	GF/GP	\$3,569,100	\$428,300
<b>38. Double-Up Food Bucks</b>	<b>Gross</b>	<b>\$0</b>	<b>\$3,000,000</b>
<u>House</u> includes \$3.0 million GF/GP to partner with the Fair Food Network and increase EBT capabilities for grocers and farmers' markets to accept Michigan Bridge Cards and apply double-up food bucks credits.	GF/GP	\$0	\$3,000,000
<b>BEHAVIORAL HEALTH</b>			
<b>39. Certified Community Behavioral Health Clinics</b>	FTE	NA	0.0
<u>Executive</u> includes \$193.3 million Gross (a net increase of \$35.6 million GF/GP) and authorizes 12.0 FTE positions to expand Certified Community Behavioral Health Clinics (CCBHCs) into additional counties to provide services to an estimated 50,000 additional individuals. Amount assumes \$12.4 million of GF/GP savings from current Medicaid mental health programming that would be provided through CCBHCs and would be eligible for enhanced FMAP reimbursements of 75.59% rather than 65.13% Amount also includes \$1.8 million Gross (\$1.0 million GF/GP) for DHHS administration and actuarial costs. Sec. 1002 is related, new boilerplate. <u>House</u> includes \$153.2 million Gross (\$27.7 million GF/GP) to expand CCBHCs to an estimated 40,000 additional individuals, does not increase FTE positions, and revises Sec. 1002 including to prioritize new CCBHCs in counties without an existing CCBHC.	<b>Gross</b>	<b>\$386,381,700</b>	<b>\$153,219,200</b>
	Federal	300,479,500	125,513,500
	GF/GP	\$85,902,200	\$27,705,700
<b>40. Autism Services</b>	<b>Gross</b>	<b>\$279,257,100</b>	<b>\$12,492,600</b>
<u>House</u> includes \$12.5 million Gross (\$4.4 million GF/GP) to increase autism behavioral technician hourly rates up to \$62.00 per hour.	Federal	183,813,700	8,136,400
	GF/GP	\$95,443,400	\$4,356,200
<b>41. Michigan Crisis and Access Line (MICAL)</b>	<b>Gross</b>	<b>\$16,348,000</b>	<b>\$2,250,000</b>
<u>Executive</u> includes \$2.3 million Gross (\$3.3 million GF/GP) to support increased costs of the 988 Suicide and Crisis Lifeline and to backfill reduction of federal grant funding. Amount would also move a \$5.0 million FY 2023-24 one-time grant into the ongoing allocation. <u>House</u> concurs.	Federal	8,348,000	(1,036,400)
	GF/GP	\$8,000,000	\$3,286,400
<b>42. Behavioral Health Workforce</b>	<b>Gross</b>	<b>NA</b>	<b>\$0</b>
<u>Executive</u> includes \$3.5 million Gross (\$500,000 GF/GP) for (1) ongoing GF/GP support to assist with examination fees and supervision costs of behavioral health professionals and (2) \$3.0 million federal State Fiscal Recovery Funds (SFRF) to support internship and scholarship opportunities for behavioral health professionals. <u>House</u> does not include.	Federal	NA	0
	GF/GP	NA	\$0
<b>43. Opioid Healing and Recovery Fund</b>	<b>Gross</b>	<b>\$23,200,000</b>	<b>\$53,403,300</b>
<u>House</u> adds \$53.4 million of state restricted Opioid Healing and Recovery Fund to provide grants to regional community mental health entities (PIHPs) (\$30.0 million), non-Medicaid hospital peer recovery coach services (\$8.3 million), tribal communities (\$5.0 million), peer recovery coach training (\$250,000), Great Lakes Recovery women's recovery center (\$3.6 million one-time), recovery community organizations (\$3.2 million one-time), Andy's Place (\$3.0 million one-time)	Restricted	23,200,000	53,403,300
	GF/GP	\$0	\$0

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 House Change
<b>Major Budget Changes from FY 2023-24 Enacted Appropriations</b>			
<b>44. Behavioral Health Access</b>	<b>Gross</b>	<b>NA</b>	<b>\$1,600,000</b>
<u>House</u> includes \$1.6 million GF/GP to Altarum for primary care training and protected health information tool.	GF/GP	NA	\$1,600,000
<b>45. Addiction Workforce Medicine Curriculum</b>	<b>Gross</b>	<b>NA</b>	<b>\$1,500,000</b>
<u>House</u> includes \$1.5 million GF/GP for addiction medicine training programming, including anti-stigma education, fellowship GME, and addiction specialists.	GF/GP	NA	\$1,500,000
<b>46. Autism Navigator Program</b>	<b>Gross</b>	<b>\$1,025,000</b>	<b>\$1,000,000</b>
<u>House</u> adds \$1.0 million GF/GP to the ongoing autism navigator program.	GF/GP	\$1,025,000	\$1,000,000
<b>47. Conference of Western Wayne</b>	<b>Gross</b>	<b>\$1,000,000</b>	<b>\$500,000</b>
<u>House</u> adds \$500,000 GF/GP to the Conference of Western Wayne specialized substance use disorder detoxification project.	GF/GP	\$1,000,000	\$500,000
<b>48. Mosaic Counseling</b>	<b>Gross</b>	<b>NA</b>	<b>\$100,000</b>
<u>House</u> includes \$100,000 GF/GP for Mosaic Counseling to provide counseling services regardless of the client's ability to pay.	GF/GP	NA	\$100,000
<b>49. Family Support Subsidy</b>	<b>Gross</b>	<b>\$12,654,900</b>	<b>\$3,016,000</b>
<u>Executive</u> adds \$3.0 million federal TANF based on estimated costs of the family support subsidy program, which provides \$300.36 per month to eligible families with a child who is severely mentally impaired, severely developmentally impaired, or autistic. <u>House</u> concurs.	TANF	12,654,900	3,016,000
	GF/GP	\$0	\$0
<b>50. Gambling Addiction</b>	FTE	1.0	3.0
<u>Executive</u> adds \$4.0 million Compulsive Gaming Prevention Fund and authorizes 3.0 FTE positions to provide additional gambling prevention and treatment services. <u>House</u> concurs.	<b>Gross</b>	<b>\$5,517,400</b>	<b>\$4,000,000</b>
	Restricted	5,517,400	4,000,000
	GF/GP	\$0	\$0
<b>51. Waskul Settlement</b>	<b>Gross</b>	<b>NA</b>	<b>\$11,471,200</b>
<u>Executive</u> includes \$11.5 million Gross (\$4.0 million GF/GP) for estimated costs related to Waskul v. Washtenaw County Community Mental Health and DHHS that would raise the community living support services for Habilitation Supports Waiver recipients that use self-determination up to \$31.00 per hour. <u>House</u> concurs.	Federal	NA	7,471,200
	GF/GP	NA	\$4,000,000
<b>52. Nursing Home PAS/ARR-OBRA</b>	FTE	7.0	0.0
<u>Executive</u> adds \$2.0 million Gross (\$500,000 GF/GP) to the nursing home pre-admission screening and evaluation program for individuals who have a serious mental illness and are being admitted to a nursing facility. <u>House</u> concurs.	<b>Gross</b>	<b>\$13,970,100</b>	<b>\$2,000,000</b>
	Federal	10,491,700	1,500,000
	GF/GP	\$3,478,400	\$500,000
<b>53. Multicultural Integration (One-Time)</b>	<b>Gross</b>	<b>\$8,600,000</b>	<b>\$0</b>
<u>Executive</u> continues \$8.6 million GF/GP on a one-time basis to multicultural integration agencies that provide physical and behavioral health services to multicultural populations. Program received \$8.6 million GF/GP in FY 2023-24, on a one-time basis. <u>House</u> concurs.	GF/GP	\$8,600,000	\$0
<b>54. First Responder Mental Health Service (One-Time)</b>	<b>Gross</b>	<b>\$5,000,000</b>	<b>(\$2,500,000)</b>
<u>Executive</u> continues \$2.5 million GF/GP on a one-time basis for first responder mental health services to support first responders suffering from post-traumatic stress and other mental health conditions. Program received \$5.0 million GF/GP in FY 2023-24, on a one-time basis. <u>House</u> concurs.	GF/GP	\$5,000,000	(\$2,500,000)

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 House Change
<b>Major Budget Changes from FY 2023-24 Enacted Appropriations</b>			
<b>55. One-Time Behavioral Health Services Funding</b>	<b>Gross</b>	<b>NA</b>	<b>\$24,100,000</b>
<u>House</u> includes the following behavioral health-related one-time funding:	GF/GP	NA	\$24,100,000
• \$5.0 million GF/GP for Families Against Narcotics.			
• \$5.0 million GF/GP for MyMichigan Medical Center Sault.			
• \$5.0 million GF/GP for Pine Rest.			
• \$3.5 million GF/GP for KEYS.			
• \$2.0 million GF/GP for Children's Center.			
• \$2.0 million GF/GP for Oakland Community Health Network.			
• \$1.8 million GF/GP for Recovery Community Organizations.			
• \$1.7 million GF/GP for Common Ground.			
• \$1.0 million GF/GP for The Live Network, Prepare U.			
• \$250,000 GF/GP for Six Feet Over – Lemon-aid.			
<b>PUBLIC HEALTH</b>			
<b>56. Racial Disparity Task Force Initiatives</b>	<b>Gross</b>	<b>\$46,000,000</b>	<b>(\$31,000,000)</b>
<u>Executive</u> continues \$45.0 million Gross (\$20.0 million GF/GP) to support community health services targeted to assist high health disparity regions within the state, including community-based health clinics, mobile health units, and Healthy Community Zone sites. Amount includes \$25.0 million in federal State Fiscal Recovery Fund (SFRF) revenue on a one-time basis. Of the FY 2023-24 amount, \$36.0 million Gross (\$31.0 million GF/GP) was allocated on a one-time basis. <u>House</u> includes \$2.5 million GF/GP to support mobile health units, \$2.5 million GF/GP is allocated for Sickle Cell Center programming in the one-time unit, and removes \$36.0 million of FY 2023-24 one-time funding.	Federal	5,000,000	(5,000,000)
	GF/GP	\$41,000,000	(\$26,000,000)
<b>57. Smoking Prevention and Cessation Increase</b>	FTE	15.0	0.0
<u>Executive</u> includes \$5.0 million GF/GP to expand tobacco cessation and prevention programming across the state. <u>House</u> includes \$2.5 million in Healthy Michigan Fund revenue.	<b>Gross</b>	<b>\$4,621,900</b>	<b>\$2,500,000</b>
	Federal	2,531,100	0
	Restricted	1,646,800	2,500,000
	GF/GP	\$444,000	\$0
<b>58. Oral Health Assessment for Children</b>	<b>Gross</b>	<b>NA</b>	<b>\$2,500,000</b>
<u>Executive</u> includes \$2.5 million GF/GP to fulfill the statutorily required expansion of the oral health assessment program for school children. <u>House</u> concurs.	GF/GP	NA	\$2,500,000
<b>59. Sexual Assault Victim Services</b>	FTE	0.5	0.0
<u>Executive</u> includes \$2.0 million GF/GP to expand sexual assault treatment services and maintain sexual assault examiner program. Funding includes \$1.0 million GF/GP to restore one-time funding from FY 2019-20 for comprehensive sexual assault services and \$1.0 million GF/GP to backfill the sexual assault victim's prevention fund. <u>House</u> concurs.	<b>Gross</b>	<b>\$5,097,300</b>	<b>\$2,000,000</b>
	TANF	1,094,000	0
	Federal	978,300	0
	Restricted	3,000,000	0
	GF/GP	\$25,000	\$2,000,000
<b>60. Ground Emergency Medical Transport</b>	FTE	27.0	0.0
<u>House</u> includes \$2.0 million GF/GP to create a system of recording and accepting Medicaid reimbursement for emergency medical transport services. Amount includes \$500,000 GF/GP one-time funding for start-up costs.	<b>Gross</b>	<b>\$8,974,200</b>	<b>\$2,000,000</b>
	Federal	1,098,900	0
	Restricted	823,600	0
	GF/GP	\$7,051,700	\$2,000,000
<b>61. Family Planning and Local Agreements (One-Time)</b>	<b>Gross</b>	<b>NA</b>	<b>\$0</b>
<u>Executive</u> includes \$14.2 million GF/GP, in a one-time basis, to support statewide family planning services such as planning births, preventing unplanned pregnancies, and preventive health screenings. Ongoing appropriation is \$15.8 million Gross (\$7.3 million GF/GP) for FY 2023-24. <u>House</u> does not include.	GF/GP	NA	\$0



		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 House Change
<b>Major Budget Changes from FY 2023-24 Enacted Appropriations</b>			
<b>62. Nursing Loan Repayment Program (One-Time)</b>	<b>Gross</b>	<b>\$0</b>	<b>\$2,500,000</b>
<u>Executive</u> includes \$10.0 million GF/GP, on a one-time basis, to provide student loan repayment for eligible nurses employed by public and private health facilities in the state. <u>House</u> includes \$2.5 million GF/GP.	GF/GP	\$0	\$2,500,000
<b>63. Perinatal Quality Collaboratives Increase</b>	<b>Gross</b>	<b>\$5,000,000</b>	<b>\$5,000,000</b>
<u>Executive</u> continues \$5.0 million GF/GP for the continuation of Perinatal Quality Collaboratives one-time basis grant in order to improve maternal and infant health. <u>House</u> concurs and includes funding on an ongoing basis in the Family Health Services unit.	GF/GP	\$5,000,000	\$5,000,000
<b>64. Community Violence Prevention-Community Grant Program</b>	<b>FTE</b>	8.9	0.0
<u>Executive</u> includes \$5.0 million in State Fiscal Recovery Fund (SFRF) revenue to continue one-time basis funding to support community providers of violence prevention programming and their efforts to reduce gun violence. <u>House</u> concurs and includes funding on an ongoing basis as general fund. Amount includes \$500,000 GF/GP to support the community violence intervention central office.	<b>Gross</b>	<b>\$13,518,800</b>	<b>\$5,500,000</b>
	Federal	12,585,900	0
	GF/GP	\$932,900	\$5,500,000
<b>65. Firearm Injury and Violence Prevention Grant (One-Time)</b>	<b>Gross</b>	<b>\$0</b>	<b>\$7,500,000</b>
<u>Executive</u> includes \$4.3 million GF/GP allocated as grants to University of Michigan for the following:	GF/GP	\$0	\$7,500,000
<ul style="list-style-type: none"> <li>\$2.6 million GF/GP for technical training, assistance, and program evaluation associated with the implementation of statutory changes to extreme risk protection orders.</li> <li>\$1.0 million GF/GP for training, technical assistance, and program evaluation of strategies to reduce school violence and firearm injuries.</li> <li>\$750,000 GF/GP to support data collection about fatal and non-fatal firearm injuries in the state.</li> </ul>			
<u>House</u> concurs and includes additional \$3.2 million GF/GP.			
<b>66. Firearm Safety and Violence Prevention (One-Time)</b>	<b>Gross</b>	<b>\$0</b>	<b>\$1,800,000</b>
<u>House</u> includes \$1.8 million GF/GP to community-based organizations that provide training and programming on statutory changes to extreme risk protection orders and new safe storage laws.	GF/GP	\$0	\$1,800,000
<b>67. Firefighter Health Care (One-Time)</b>	<b>Gross</b>	<b>\$0</b>	<b>\$0</b>
<u>Executive</u> includes \$3.5 million GF/GP to provide health screenings for firefighters. <u>House</u> does not include.	GF/GP	\$0	\$0
<b>68. Nursing Workforce Initiative (One-Time)</b>	<b>Gross</b>	<b>\$0</b>	<b>\$10,000,000</b>
<u>House</u> includes \$10.0 million GF/GP to Wayne State University to support efforts to reduce nurse turnover and improve retention.	GF/GP	\$0	\$10,000,000
<b>69. Domestic Violence/Sexual Assault Services (One-Time)</b>	<b>Gross</b>	<b>\$0</b>	<b>\$7,300,000</b>
<u>House</u> includes \$7.3 million GF/GP for the following sexual assault and domestic violence programs:	GF/GP	\$0	\$7,300,000
<ul style="list-style-type: none"> <li>\$3.5 million GF/GP for child advocacy centers.</li> <li>\$3.5 million GF/GP to address VOCA shortage.</li> <li>\$300,000 GF/GP for Caring Connections Empowerment Center.</li> </ul>			

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 House Change
<b>Major Budget Changes from FY 2023-24 Enacted Appropriations</b>			
<b>70. One-Time Public Health Funding</b>	<b>Gross</b>	<b>\$0</b>	<b>\$8,070,100</b>
<u>House</u> includes \$8.1 million GF/GP for the following public health related one-time items:	GF/GP	\$0	\$8,070,100
<ul style="list-style-type: none"> <li>• \$2.9 million GF/GP for United We Smile.</li> <li>• \$2.5 million GF/GP for Mi Community Dental Clinics.</li> <li>• \$1.0 million GF/GP for Pediatric Lead Testing Pilot.</li> <li>• \$1.0 million GF/GP for YWCA WISH program.</li> <li>• \$420,000 GF/GP for Nurse Family Partnership.</li> <li>• \$250,000 GF/GP for Maggie's Wigs for Kids.</li> <li>• \$100 GF/GP placeholder for Medical Debt Relief.</li> </ul>			
<b>AGING SERVICES</b>			
<b>71. Non-GF/GP Authorization Increases</b>	<b>Gross</b>	<b>\$110,029,800</b>	<b>\$4,950,000</b>
<u>Executive</u> includes \$5.0 million Gross (\$0 GF/GP) to increase community services federal authorization by \$2.2 million, nutrition services by \$2.0 million, and senior care respite fund by \$800,000.	Federal	60,137,400	4,150,000
<u>House</u> concurs.	Private	300,000	0
	Restricted	6,068,700	800,000
	GF/GP	\$43,523,700	\$0
<b>72. Long-Term Care Ombudsman Program</b>	<b>Gross</b>	<b>NA</b>	<b>\$3,000,000</b>
<u>House</u> adds \$3.0 million GF/GP to the long-term care ombudsman program to investigate resident concerns, respond to involuntary discharges, and provide trainings on long-term care topics.	GF/GP	NA	\$3,000,000
<b>HEALTH SERVICES</b>			
<b>73. Medicaid Behavioral Health Provider Rate Increase</b>	<b>Gross</b>	<b>NA</b>	<b>\$36,149,400</b>
<u>Executive</u> includes \$36.1 million Gross (\$10.2 million GF/GP) to increase Medicaid behavioral health reimbursement rates by approximately 33% for both health plans and fee-for-service (FFS).	Federal	NA	25,939,700
<u>House</u> concurs.	GF/GP	NA	\$10,209,700
<b>74. Hospital Peer Support Substance Use Disorder Services</b>	<b>Gross</b>	<b>NA</b>	<b>\$8,333,300</b>
<u>Executive</u> includes \$8.3 million Gross (\$2.5 million GF/GP) to provide Medicaid reimbursements for services provided by hospital-based, peer-support recovery services for individuals with substance use disorders.	Federal	NA	5,833,300
<u>House</u> concurs.	GF/GP	NA	\$2,500,000
<b>75. Federally Qualified Health Centers – Scope Change</b>	<b>Gross</b>	<b>NA</b>	<b>\$40,000,000</b>
<u>House</u> includes \$40.0 million Gross (\$11.3 million GF/GP) for costs estimates related to a Medicaid scope change/expansion for FQHCs.	Federal	NA	28,700,000
	GF/GP	NA	\$11,300,000
<b>76. Federally Qualified Health Centers – Recruitment and Training</b>	<b>Gross</b>	<b>NA</b>	<b>\$1,650,000</b>
<u>House</u> includes \$1.7 million GF/GP to provide additional training and internship opportunities, and increase recruitment, for existing and potential employees of FQHCs in this state.	GF/GP	NA	\$1,650,000
<b>77. Medicaid Coverage for Incarcerated Individuals</b>	FTE	NA	3.0
<u>Executive</u> includes \$30.5 million Gross (\$5.6 million GF/GP) and authorizes 3.0 FTE positions to provide Medicaid-funded health care supports for incarcerated individuals in preparation for reentry into society. Services would be provided in the final 90 days of incarceration. A federal waiver approval is required for this Medicaid change. <u>House</u> concurs.	<b>Gross</b>	<b>NA</b>	<b>\$30,500,000</b>
	Federal	NA	24,900,000
	GF/GP	NA	\$5,600,000

		FY 2023-24 Enacted (as of 2/7/24)	FY 2024-25 House Change
<b>Major Budget Changes from FY 2023-24 Enacted Appropriations</b>			
<b>78. Medicaid Health Plan Procurement Reforms</b>	FTE	NA	0.0
<u>Executive</u> includes \$20.0 million Gross (\$7.6 million GF/GP) and authorizes 14.0 FTE positions to implement a new Medicaid Health Plan Procurement program including various services. These services include:	<b>Gross</b>	<b>NA</b>	<b>\$17,000,000</b>
	Federal	NA	11,000,000
	GF/GP	NA	\$6,000,000
<ul style="list-style-type: none"> <li>\$10.0 million Gross (\$3.5 million GF/GP) in-lieu-of-services funding to create a pool for health plans to draw from to provide food insecurity services.</li> <li>\$7.0 million Gross (\$2.5 million GF/GP) to increase reimbursements to providers participating in the Vaccines for Children program to \$23.03 per vaccine.</li> <li>\$3.0 million Gross (\$1.6 million GF/GP) for DHHS administrative costs.</li> </ul>			
<u>House</u> concurs but does not include funding for administrative costs and FTE positions.			
<b>79. Medicaid Birth Expense Recovery Program Elimination</b>	<b>Gross</b>	<b>(\$13,700,000)</b>	<b>\$13,700,000</b>
<u>Executive</u> adds \$13.7 million Gross (\$4.8 million GF/GP) to eliminate the requirement that a father of a child born out of wedlock, and to a mother who is a Medicaid beneficiary, must pay for a portion of the birth expenses. <u>House</u> concurs.	Federal	(8,922,800)	8,922,800
	GF/GP	(\$4,777,200)	\$4,777,200
<b>80. Maternal Infant Health Program</b>	FTE	NA	1.0
<u>Executive</u> includes \$3.3 million Gross (\$918,700 GF/GP) and authorizes 1.0 FTE position to created additional, specialized reimbursement rates for providers participating in the Maternal Infant Health Program. <u>House</u> concurs.	<b>Gross</b>	<b>NA</b>	<b>\$3,335,000</b>
	Federal	NA	2,416,300
	GF/GP	NA	\$918,700
<b>81. Medicaid Doula Care</b>	<b>Gross</b>	<b>NA</b>	<b>\$7,107,800</b>
<u>Executive</u> includes \$4.9 million Gross (\$2.0 million GF/GP), of which \$2.9 million Gross (\$1.5 million GF/GP) are one-time basis, to increase Medicaid reimbursement rates for doula services, increase number of to doula care visits from 6 to 12, and provide educational and training services to doulas. <u>House</u> concurs and increases ongoing funding to \$4.2 million Gross (\$1.2 million GF/GP).	Federal	NA	4,480,500
	GF/GP	NA	\$2,627,300
<b>82. CenteringPregnancy</b>	<b>Gross</b>	<b>\$10,000,000</b>	<b>(\$2,500,000)</b>
<u>Executive</u> continues \$2.5 million GF/GP, on a one-time basis, for CenteringPregnancy. FY 2023-24 included \$10.0 million Gross (\$5.0 million GF/GP, with half appropriated on a one-time basis. <u>House</u> moves the one-time \$2.5 million GF/GP to ongoing.	Federal	5,000,000	(2,500,000)
	GF/GP	\$5,000,000	\$0
<b>83. MIChild Premiums</b>	<b>Gross</b>	<b>\$2,600,000</b>	<b>(\$800,000)</b>
<u>Executive</u> includes \$1.8 million GF/GP to eliminate the \$10 monthly MIChild premium for MIChild beneficiaries under the age of 19. A gross reduction of \$800,000 results from associated reduction of restricted authorization for premium revenue. <u>House</u> concurs.	Restricted	2,600,000	(2,600,000)
	GF/GP	\$0	\$1,800,000
<b>84. Long-Term Care Direct Care Wages</b>	<b>Gross</b>	<b>NA</b>	<b>\$14,000,000</b>
<u>Executive</u> includes \$14.0 million Gross (\$49.0 million GF/GP) from the federal reimbursement rate reduction related to long-term care direct care worker wages (\$35.0 million GF/GP) and increases non-direct care worker wages by \$0.85 per hour (\$14.0 million GF/GP). <u>House</u> concurs.	Federal	NA	(35,028,100)
	GF/GP	NA	\$49,028,100
<b>85. MI Choice Structured Family Caregiving</b>	<b>Gross</b>	<b>\$464,832,100</b>	<b>\$5,000,000</b>
<u>Executive</u> includes \$5.0 million Gross (\$1.7 million GF/GP) for training supports and stipends for live-in family members that provide caregiving supports to Home and Community-Based Services waiver beneficiaries. <u>House</u> concurs.	Federal	303,112,700	3,256,500
	Private	500,000	0
	GF/GP	\$161,219,400	\$1,743,500

		<b>FY 2023-24 Enacted (as of 2/7/24)</b>	<b>FY 2024-25 House Change</b>
<b><u>Major Budget Changes from FY 2023-24 Enacted Appropriations</u></b>			
<b>86. MiDOCS Enhancement</b>	<b>Gross</b>	<b>\$20,200,000</b>	<b>\$9,200,000</b>
<u>House</u> includes \$9.2 million Gross (\$4.6 million GF/GP) to increase grant base to support medical doctors through tuition loan relief for services provided in underserved and impoverished communities in this state.	Federal	10,100,000	4,600,000
	Restricted	3,700,000	0
	GF/GP	\$6,400,000	\$4,600,000
<b>87. Orthopedic Provider Rate Increase</b>	<b>Gross</b>	<b>NA</b>	<b>\$605,400</b>
<u>House</u> includes \$605,400 Gross (\$181,600) to bring select Medicaid provider code reimbursement rates for orthopedic services up to approximately 74% of comparable Medicare reimbursement rates.	Federal	NA	423,800
	GF/GP	NA	\$181,600
<b>88. Private Duty Nursing Rate Increase</b>	<b>Gross</b>	<b>NA</b>	<b>\$8,087,200</b>
<u>House</u> includes \$8.1 million Gross (\$2.8 million GF/GP) to increase Medicaid reimbursement rates for private duty nursing services by 25%.	Federal	NA	5,267,200
	GF/GP	NA	\$2,820,000
<b>89. PACE Program Site Expansion</b>	<b>Gross</b>	<b>\$247,864,500</b>	<b>\$3,153,300</b>
<u>Executive</u> includes \$3.2 million Gross (\$1.1 million GF/GP) to expand PACE sites in Huron Valley, Traverse City, Genesee and Wayne Counties, and the Central Michigan location. <u>House</u> concurs.	Federal	161,899,100	2,053,700
	GF/GP	\$85,965,400	\$1,099,600
<b>90. Poison Control</b>	<b>Gross</b>	<b>\$1,500,000</b>	<b>\$1,129,900</b>
<u>House</u> includes \$1.1 million GF/GP to increase boilerplate appropriations to the Poison Control Center at Wayne State University to \$2.6 million.	GF/GP	\$1,500,000	\$1,129,900
<b>91. Office of Inspector General Double Billing Savings</b>	FTE	NA	14.0
<u>Executive</u> recognizes a net savings of \$17.1 million Gross (\$3.5 million GF/GP) related to OIG actions to reduce Medicaid double-billings. Amount includes \$1.8 million Gross (\$900,000 GF/GP) and authorizes 14.0 FTE positions to expand OIG Medicaid program oversight capacity. <u>House</u> concurs.	<b>Gross</b>	<b>NA</b>	<b>(\$17,094,600)</b>
	Federal	NA	(13,594,600)
	GF/GP	NA	(\$3,500,000)
<b>92. National Kidney Foundation – Medicaid Outreach</b>	<b>Gross</b>	<b>\$0</b>	<b>\$950,000</b>
<u>Executive</u> includes \$250,000 GF/GP as one-time funding to support kidney disease public awareness outreach for Medicaid recipients, in partnership with the Michigan chapter of the National Kidney Foundation. <u>House</u> includes \$950,000 GF/GP as ongoing funding.	GF/GP	\$0	\$950,000
<b>93. Rural Obstetric Pool – Memorial Health</b>	<b>Gross</b>	<b>\$7,995,200</b>	<b>\$475,000</b>
<u>House</u> includes \$475,000 GF/GP to support the inclusion of Memorial Health within the rural obstetric support grants pool.	GF/GP	\$7,995,200	\$475,000
<b>94. One-Time Health Services Funding</b>	<b>Gross</b>	<b>NA</b>	<b>\$8,829,000</b>
<u>Executive</u> includes \$1.0 million GF/GP for Home Health Care Authority. <u>House</u> includes the following:	GF/GP	NA	\$8,829,000
<ul style="list-style-type: none"> <li>• \$2.0 million GF/GP for Hurley Hospital surgical robot.</li> <li>• \$2.0 million GF/GP for Munising Memorial Hospital.</li> <li>• \$1.0 million GF/GP for Hackley Community Care in Muskegon Heights.</li> <li>• \$1.0 million GF/GP for Hospice of Michigan.</li> <li>• \$1.0 million GF/GP for Native American Health Services.</li> <li>• \$829,000 GF/GP for the ALS Association.</li> <li>• \$500,000 GF/GP for the Children's Healing Center.</li> <li>• \$500,000 GF/GP for MSMS Health Equity Curriculum.</li> </ul>			
<b>95. Medicaid Restricted Fund Adjustments</b>	<b>Gross</b>	<b>NA</b>	<b>\$0</b>
<u>Executive</u> includes net-zero Gross funding adjustments (including a net reduction of \$18.0 million GF/GP) to offset revenue shortfalls and surpluses within the Insurance Provider Assessment (IPA), Medicaid Benefits Trust Fund (MBFT), Healthy Michigan Fund (HMF), and the Merit Award Trust Fund. <u>House</u> concurs and redirects \$2.5 million HMF to smoking cessation program.	Restricted	NA	15,500,000
	GF/GP	NA	(\$15,500,000)

	<b>FY 2023-24 Enacted (as of 2/7/24)</b>	<b>FY 2024-25 House Change</b>
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**Major Budget Changes from FY 2023-24 Enacted Appropriations**

**ONE-TIME APPROPRIATIONS**

<b>96. Removal of FY 2023-24 One-Time Appropriations</b>	FTE	6.0	(6.0)
<u>Executive</u> removes \$347.4 million Gross (\$317.5 million GF/GP) of one-time funding for 81 items that was included in the FY 2023-24 budget. Any funding retained into FY 2024-25 is noted elsewhere. <u>House</u> concurs.	<b>Gross</b>	<b>\$347,413,400</b>	<b>(\$347,413,400)</b>
	TANF	16,500,000	(16,500,000)
	Federal	13,463,400	(13,463,400)
	GF/GP	\$317,450,000	(\$317,450,000)

**Major Boilerplate Changes from FY 2023-24**

***Executive Boilerplate Deletions***

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

**GENERAL SECTIONS**

***Sec. 210. Legislative Contingency Transfer Authorization – RETAINED***

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

***Sec. 239. Medicaid Reimbursement for Telemedicine – RETAINED***

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

***Sec. 250. Single Recipient Grants – DELETED***

Requires that for any grant program or project funded in part 1 intended for a single recipient organization or local government, the grant program or project is for a public purpose and the department shall follow procurement statutes of this state, including any bidding requirements, unless it can fully validate, through information detailed in this section and outline departmental process for review and execution of grants outlined. Executive and House delete.

***Sec. 264. DHHS Employee Communication with Legislature – RETAINED***

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

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

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

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

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

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

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

**DEPARTMENT ADMINISTRATION AND SUPPORT**

***Sec. 301. Child Welfare Training Institute – DELETED***

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

## **Major Boilerplate Changes from FY 2023-24**

### **COMMUNITY SERVICES AND OUTREACH**

#### ***Sec. 457. TANF Housing Assistance – NEW***

Executive allocates \$3.5 million TANF to support case management for families involved in the child welfare system. House concurs and revises language for clarity.

#### ***Sec. 466. Runaway and Homeless Youth Grants –REVISED***

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

### **CHILDREN'S SERVICES AGENCY – CHILD WELFARE / JUVENILE JUSTICE**

#### ***Sec. 503. Child Welfare Performance-Based Funding – RETAINED***

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

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

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

#### ***Sec. 510. Alternative Payment Methods – REVISED***

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

#### ***Sec. 512. West Michigan Partnership for Children Consortium Evaluation – NEW***

Executive requires DHHS to complete an evaluation of the effectiveness of the performance-based funding model that was piloted in Kent County. House concurs and revises by moving to new Sec. 512 and adding report requiring DHHS to share results of the evaluation with the legislature within 30 days of evaluation completion.

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

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

#### ***Sec. 561. Foster Care Disability Services – NEW***

House requires DHHS to allocate \$1.0 million GF/GP to Arc Michigan to provide education supports for youth with disabilities currently in foster care or who have been adopted from foster care in the past year.

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

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

#### ***Sec. 599. Residential Rates Based on Consumer Price Index – NOT INCLUDED***

Executive requires DHHS to annually adjust rates paid to contracted child caring institutions based on cumulative percentage changes in the most recent one-year period of the consumer price index. House does not include.

#### ***Sec. 715. Raise the Age – DELETED***

Requires counties and tribal entities to submit an approved raise the age fund budget plan to DHHS by March 1; if total funding requested by tribal entities are less than \$500,000, DHHS may reallocate funds to meet requests of counties; requires DHHS to reimburse counties and tribal entities a minimum of \$10,000; requires counties and tribal entities to submit amendments to the raise the age fund budget plan by deadlines established by DHHS; requires counties and tribal entities to submit payable estimates for raise the age funds to DHHS. Executive and House delete.

## **Major Boilerplate Changes from FY 2023-24**

### **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 retains.

#### ***Sec. 689. Prenatal and Infant Support Program – NEW***

Executive allocates funding to provide grant-support to programs that assist families with young children alleviate symptoms of poverty; requires coordination with local health care providers and non-profit organizations; and requires compliance with federal TANF guidelines. House concurs with modifications.

### **BEHAVIORAL HEALTH**

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

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

#### ***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 retains.

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

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

#### ***Sec. 924. Autism Services Fee Schedule – REVISED***

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

#### ***Sec. 960. Autism Services Provision and Cost Containment – REVISED***

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

#### ***Sec. 965. Methadone Medication Assisted Treatment – DELETED***

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

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

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

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

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

## **Major Boilerplate Changes from FY 2023-24**

### **PUBLIC HEALTH**

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

Requires \$2.0 million funding for child advocacy centers be allocated as supplemental grants for operations and to increase services to victims and their families. Executive revises by removing requirement that each child advocacy center is allocated funding proportionally based on number of children served. House concurs and includes language requiring that funds be allocated consistent with the regular funding allocation formula for the child advocacy centers.

#### ***Sec. 1158. Crime Victims Rights Sustaining Grants – REVISED***

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

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

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

#### ***Sec. 1162. Trauma Recovery Pilot Programs – DELETED***

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

#### ***Sec. 1187. Ground Emergency Medical Services – NEW***

House requires DHHS to allocate \$2.0 million GF/GP, of which \$500,000 GF/GP is allocated on a one-time basis, to create a system of recording and accepting Medicaid reimbursement for emergency medical transport services.

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

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

#### ***Sec. 1312. Prenatal Care and Premature Birth Avoidance Grant Allocation – REVISED***

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

#### ***Sec. 1325. Local Perinatal Quality Collaboratives – REVISED***

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

### **HEALTH SERVICES**

#### ***Sec. 1616. Community Health Workers – DELETED***

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

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

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



## **Major Boilerplate Changes from FY 2023-24**

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

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

### ***Sec. 1631. Medical Services Co-Payments – REVISED***

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

### ***Sec. 1645. Long-Term Care Non-Clinical Staff Wages – NEW***

Executive and House include new section to provide for a \$0.85 per hour wage increase for non-clinical staff members occupied in long-term care facilities and includes a list of eligible non-clinical staff.

### ***Sec. 1673. MI Child Premiums – DELETED***

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

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

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

### ***Sec. 1786. Vaccine Reimbursements – REVISED***

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

### ***Sec. 1832. HRA Receive and Expend – DELETED***

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

### ***Sec. 1854 PACE Enrollment Cap – REVISED***

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