

DEPARTMENT OF HEALTH AND HUMAN SERVICES
FY 2016-17 SENATE SUBCOMMITTEE BUDGET



Proposed Changes to Executive Recommendation

Dec. Doc. Item	Description	Gross Change to Governor	GF/GP Change to Governor
<u>Funding Restorations</u>			
1 34	Restore funding for Adoption Family Support Parent to Parent	\$350,000	\$350,000
2 35	Restore funding for county hold harmless funding	6,100,000	5,200,000
3 42	Restore funding for rural county community care grants	400,000	400,000
4 95c	Continue hospital HRA payment to offset HMP retainer	105,000,000	0
5 104	Restore hospice funding	2,500,000	2,500,000
<u>Medicaid Payment Rate and Service Enhancements</u>			
6 112	Medicaid adult dental services enhancement (effective 7/1/2017)	23,037,800	8,028,700
7 115	Increase Medicaid private duty nursing rates by 20%	6,599,700	2,300,000
8 116	Increase Medicaid primary care rates by 6%	21,253,200	7,371,900
<u>Non-Medicaid New Programs and Enhancements</u>			
9 24	Food Bank MASS program	700,000	700,000
10 38	Covenant House funding	280,000	280,000
11 39	Raise private agency administrative rate to \$45/day	7,500,000	7,500,000
12 43	Funding for JJ Vision 20/20	1,000,000	1,000,000
13 56	Agrability grant	50,000	50,000
14 58	Disability determination contract	500,000	500,000
15 78	Increase Real Alternatives to \$400K using TANF	350,000	(50,000)
16 79	Restore rural visitation carryforward	550,000	550,000
17 84	Increase for Senior Nutrition Services	5,000,000	5,000,000
18 113	Fund first year Direct Primary Care pilot	2,266,000	830,000
19 114	Adult Home Help fraud detection contract	500,000	250,000
<u>\$100 Placeholder Items</u>			
20 15	Reduce encryption software funding to \$100 placeholder	(421,900)	(105,400)
21 16	Reduce Medicaid fraud detection software to \$100 placeholder	(433,200)	(216,600)
22 17	Reduce DTMB services transition to \$100 placeholder	(6,342,900)	(2,220,000)
23 25	Mobile food market placeholder	100	100
24 26	2-1-1 phone line funding increase placeholder	100	100
25 62	Reduce autism navigator proposal to \$100 placeholder	(1,124,900)	(1,124,900)
26 70	Mental health direct care worker wage increase placeholder	100	0
27 74	Reduce Federal SIM grant to \$100 placeholder	(24,999,900)	0
28 91	Reduce ongoing integrated service delivery funding to \$100	(12,307,400)	(1,230,700)
29 110	Reduce U-D Dental Clinic funding to \$100 placeholder	(999,900)	(999,900)
30 111	Outstate dental clinic placeholder	100	100
<u>Funding Reductions</u>			
31 11	TANF/GF shifts (see decision document for details)	0	(7,743,000)
32 18	Reduce MISACWIS implementation funding	(12,556,300)	(6,787,000)
33 36	Reduce new Family Preservation one-time funding	(6,866,700)	0
34 37	Child Care Fund savings related to audit	(1,000,000)	(1,000,000)
35 40	Reduce remaining Maxey funding from \$1 million	(250,000)	(250,000)
36 49	FIP clothing allowance: cover all children but at \$140/year	(2,730,000)	0
37 63	20% reduction in ongoing MH & Wellness Commission funding	(5,512,500)	(1,864,000)
38 71	Delay new patient unit at Forensic Center until 4/1/17	(3,803,500)	(3,803,500)
39 109	Reduce new Medicaid Pharmacy Reserve to \$20 million GF	(28,694,400)	(10,000,000)
<u>Roll-Ups and Technical Adjustments</u>			
40 10	Unroll Capped Federal Funds	0	0
41 14.76	Reject rollups into Essential Local Public Health	0	0
42 50	Reject Field Operations rollups	0	0
43 106	Technical correction to Executive Ambulance QAAP adjustments	0	(5,415,900)
TOTAL OF ALL CHANGES TO GOVERNOR		\$75,893,600	\$0

**DEPARTMENT OF HEALTH AND HUMAN SERVICES
FY 2016-17 BUDGET
PROPOSED SENATE SUBCOMMITTEE MAJOR BOILERPLATE CHANGES**

1.	Sec. 228. Healthy Michigan Plan Advertising; Senate included new language appropriating \$1.0 million to the Medicaid health plans to inform residents about Healthy Michigan plan incentives shown to improve health outcomes. Language also includes a prohibition on using funds to advertise enrollment in the Healthy Michigan Plan.	NEW
2.	Sec. 229. DHHS/TIA TANF Interagency Agreement. Senate combined two current year sections directing DHHS and TIA to continue existing interagency agreement and to report on TANF funding.	REVISED
3.	Sec. 296. Medicaid Behavioral Health Report. Senate included new language requiring a report by February 1 detailing a proposal to enhance services and reform payment process for the Medicaid behavioral health program. Includes five proposals the report must address. This language replaces Sec. 298 from the Governor's Recommendation.	NEW
4.	Sec. 533. Out-of-Home Care Payment Processing. Senate revised existing language to add reporting requirement to payments that were in excess of 30 days during the previous fiscal year.	REVISED
5.	Sec. 534. MiSACWIS Report. Senate revised current section by changing and adding reporting requirements to the MiSACWIS system and to give updates on the implementation on the system.	REVISED
6.	Sec. 558. Child Welfare Training Institute. Senate revised current language by allowing for private foster care and agencies to conduct own staff training and training manuals provided that the training is certified by the department.	REVISED
7.	Sec. 586. Juvenile Justice Vision 20/20. Senate added section to appropriate \$1,000,000 to the College of Community and Public Service at Grand Valley State University to implement the juvenile justice data sharing model.	NEW
8.	Sec. 669. Clothing Allowance. Senate modified section to appropriate \$6,270,000 for the FIP clothing allowance and allows for all cases with children to receive the allowance.	REVISED
9.	Sec. 804 Agricultural Worker Rehabilitation. Senate added language to appropriate \$50,000 to obtain Federal match for farm workers with disabilities.	NEW
10.	Sec. 1012. Spend Down Workgroup Senate included new language requiring the Department to conduct a workgroup with stakeholders to address the challenge of spend down and establish policy recommendations.	NEW
11.	Sec. 1150. Opioid Fraud Senate included new language dedicating 1 FTE to coordinate with LARA, the Department of Attorney General and the Medicaid Health Plans to reduce fraud related to opioid prescribing within Medicaid.	NEW
12.	Sec. 1151. Opioid Addiction Treatment Senate included new language dedicating 1 FTE to coordinate with LARA, the Department of Attorney General and the Medicaid Health Plans to help inform Medicaid enrollees of medically appropriate treatment options for opioid addiction.	NEW

13.	Sec. 1340. National Brand Peanut Butter. Senate modified language to require the Department to include national brand peanut butter on the list of approved WIC basket items.	REVISED
14.	Sec. 1402. Food Bank Council Collaboration with AAA. Senate include new language allowing the Department to encourage collaboration between the Area Agencies on Aging and the Food Bank Council of Michigan to provide food for vulnerable seniors.	NEW
15.	Sec. 1764. Certification of Health Plan and Specialty Prepaid Inpatient Health Plan Rates as Actuarially Sound. Senate modified current year language on annual rate certification to require all policy bulletins issued after federal approval of rates include an analysis showing current rates will not be compromised by the new policy. The language also requires that the State reimburse health plans for the cost of all taxes imposed by the State and Federal government, including the health insurer fee imposed under the Federal Affordable Care Act.	REVISED
16.	Sec. 1872. Electronic Service Verification. Senate added new language appropriating \$0.5 million to develop and deploy a mobile electronic service verification solution, which must include biometric identity verification, to reduce error and minimize fraud in the Adult Home Help Program.	NEW
17.	Sec. 1875. Protected Class Prescriptions. Senate included new language prohibiting the Department from subjecting certain prescription drugs used for the treatment of psychiatric disorders, cancer, HIV-AIDS, epilepsy or seizure disorder, or organ replacement therapy to prior authorization procedures. Language includes a definition of "prior authorization".	NEW
18.	Sec. 1878. Hepatitis C Tracking. Senate included new language requiring a report by March 1 on Hepatitis C tracking data. Includes seven categories of information that must be included for individuals treated with a drug used to cure Hepatitis C during the current fiscal year or any previous fiscal year.	NEW
19.	Sec. 1880. Direct Primary Care Pilot. Senate included new language appropriating funds to implement a Direct Primary Care Pilot in Wayne, Oakland, and Livingston counties. Language specifies the make-up of the pilot, required contract provisions, a quarterly reporting requirement, and legislative intent that the pilot continue for three years.	NEW
20.	Sec. 1896. Adult Dental Services. Senate included new language requiring the Department to contract with a managed care organization to expand the Medicaid adult dental benefit. Language includes outcomes and performance measures for the expansion.	NEW
21.	Sec. 1911. Pharmacy Reserve. Senate included new language prohibiting the expenditure of funds placed in the pharmacy reserve until the funds have been transferred to other line items, and 30 days have passed since the submission of report to the legislature detailing the reason and cost estimates for the expenditure.	NEW

