## FIRST CONFERENCE REPORT

The Committee of Conference on the matters of difference between the two Houses concerning

Senate Bill No. 179, entitled

A bill to make appropriations for the department of human services and certain state purposes related to public welfare services for the fiscal year ending September 30, 2012; to provide for the expenditure of the appropriations; to create funds; to provide for the imposition of fees; to provide for reports; to provide for the disposition of fees and other income received by the state agency; to provide anticipated appropriations for the fiscal year ending September 30, 2013; and to provide for the powers and duties of certain individuals, local governments, and state departments, agencies, and officers.

#### Recommends:

First: That the House recede from the Substitute of the House as passed by the House.

Second: That the Senate and House agree to the Substitute of the Senate as passed by the Senate, amended to read as follows:

## (attached)

Third: That the Senate and House agree to the title of the bill to read as follows:

A bill to make appropriations for the department of human services and certain state purposes related to public welfare services for the fiscal year ending September 30, 2012; to provide for the expenditure of the appropriations; to create funds; to provide for the imposition of fees; to provide for reports; to provide for the disposition of fees and other income received by the state agency; to provide anticipated appropriations for the

fiscal year ending September 30, 2013; and to provide for the powers and duties of certain individuals, local governments, and state departments, agencies, and officers.

Bruce Caswell	David Agema
Roger Kahn	Greg MacMaster
Vincent Gregory	Shanelle Jackson
Conferees for the Senate	Conferees for the House

# SUBSTITUTE FOR SENATE BILL NO. 179

A bill to make appropriations for the department of human services and certain state purposes related to public welfare services for the fiscal year ending September 30, 2012; to provide for the expenditure of the appropriations; to create funds; to provide for the imposition of fees; to provide for reports; to provide for the disposition of fees and other income received by the state agency; to provide anticipated appropriations for the fiscal year ending September 30, 2013; and to provide for the powers and duties of certain individuals, local governments, and state departments, agencies, and officers.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 PART 1

2 LINE-ITEM APPROPRIATIONS

1	FOR FISCAL YEAR 2011-2012
2	Sec. 101. Subject to the conditions set forth in this act, the
3	amounts listed in this part are appropriated for the department of
4	human services for the fiscal year ending September 30, 2012, from
5	the funds indicated in this part. The following is a summary of the
6	appropriations in this part:
7	DEPARTMENT OF HUMAN SERVICES
8	APPROPRIATION SUMMARY
9	Full-time equated classified positions 11,576.5
10	Unclassified positions 6.0
11	Total full-time equated positions 11,582.5
12	GROSS APPROPRIATION\$ 6,831,704,900
13	Interdepartmental grant revenues:
14	Total interdepartmental grants and intradepartmental
15	transfers
16	ADJUSTED GROSS APPROPRIATION\$ 6,830,461,800
17	Federal revenues:
18	Federal-other ARRA revenues
19	Total federal revenues 5,077,418,800
20	Special revenue funds:
21	Total private revenues
22	Total local revenues
23	Total other state restricted revenues
24	State general fund/general purpose\$ 1,070,934,500
25	Sec. 102. EXECUTIVE OPERATIONS
26	Total full-time equated positions 667.7

1	Full-time equated unclassified positions 6.0	
2	Full-time equated classified positions 661.7	
3	Unclassified salaries6.0 FTE positions	\$ 647,900
4	Salaries and wages273.7 FTE positions	16,364,200
5	Contractual services, supplies, and materials	10,192,700
6	Demonstration projects9.0 FTE positions	13,950,900
7	Inspector general salaries and wages136.0 FTE	
8	positions	7,531,500
9	Electronic benefit transfer EBT	13,009,000
10	Michigan community service commission15.0 FTE	
11	positions	12,161,600
12	AFC, children's welfare and day care	
13	licensure228.0 FTE positions	25,598,300
14	State office of administrative hearings and rules	 5,931,600
15	GROSS APPROPRIATION	\$ 105,387,700
16	Appropriated from:	
17	Federal revenues:	
18	Total other federal revenues	69,190,800
19	Special revenue funds:	
20	Total private revenues	8,207,700
21	Total local revenues	175,000
22	Total other state restricted revenue	25,000
23	State general fund/general purpose	\$ 27,789,200
24	Sec. 103. CHILD SUPPORT ENFORCEMENT	
25	Full-time equated classified positions 192.7	
26	Child support enforcement operations186.7 FTE	
27	positions	\$ 22,470,200

1	Legal support contracts	138,753,600
2	Child support incentive payments	32,409,600
3	State disbursement unit6.0 FTE positions	 12,766,100
4	GROSS APPROPRIATION	\$ 206,399,500
5	Appropriated from:	
6	Federal revenues:	
7	Total federal revenues	181,100,100
8	Special revenue funds:	
9	Total local revenues	340,000
10	Total other state restricted revenues	770,000
11	State general fund/general purpose	\$ 24,189,400
12	Sec. 104. COMMUNITY ACTION AND ECONOMIC OPPORTUNITY	
13	Full-time equated classified positions 16.0	
14	Bureau of community action and economic	
15	opportunity16.0 FTE positions	\$ 1,866,400
16	Community services block grant	25,840,000
17	Weatherization assistance	 28,340,000
18	GROSS APPROPRIATION	\$ 56,046,400
19	Appropriated from:	
20	Federal revenues:	
21	Total federal revenues	56,046,400
22	State general fund/general purpose	\$ 0
23	Sec. 105. ADULT AND FAMILY SERVICES	
24	Full-time equated classified positions 43.7	
25	Executive direction and support4.0 FTE positions	\$ 456,400
26	Guardian contract	600,000
27	Adult services policy and administration6.0 FTE	

1	positions	701,600
2	Office of program policy33.7 FTE positions	5,550,900
3	Employment and training support services	6,407,100
4	Wage employment verification reporting	848,700
5	Urban and rural empowerment/enterprise zones	100
6	Nutrition education	30,000,000
7	Background check program	1,000,000
8	Crisis prevention and elder law of Michigan food for	
9	the elderly project	100,000
10	GROSS APPROPRIATION\$	45,664,800
11	Appropriated from:	
12	Federal revenues:	
13	Total other federal revenues	39,713,300
14	Special revenue funds:	
15	State general fund/general purpose\$	5,951,500
16	Sec. 106. CHILDREN'S SERVICES	
17	Full-time equated classified positions 146.8	
18	Salaries and wages59.2 FTE positions\$	3,765,600
19	Contractual services, supplies, and materials	1,276,500
20	Interstate compact	231,600
21	Children's benefit fund donations	21,000
22	Families first	17,950,700
23	Strong families/safe children3.0 FTE positions	15,072,300
24	Child protection and permanency37.5 FTE positions	16,264,100
25	Family reunification program	3,977,100
26	Family preservation and prevention services	
27	administration14.5 FTE positions	1,228,200

1	Children's trust fund administration12.0 FTE		
2	positions	1,0	57,200
3	Children's trust fund grants	2,8	325,100
4	ECIC, early childhood investment corporation	12,5	723,000
5	Attorney general contract	3,9	923,200
6	Prosecuting attorney contracts	2,5	561,700
7	Child protection5.0 FTE positions	8	362,700
8	Domestic violence prevention and treatment14.6 FTE		
9	positions	14,6	560,900
10	Rape prevention and services0.5 FTE positions	3,3	300,000
11	Child advocacy centers0.5 FTE positions	1,0	000,000
12	GROSS APPROPRIATION	\$ 102,7	700,900
13	Appropriated from:		
14	Federal revenues:		
15	Total other federal revenues	90,9	938,200
16	Special revenue funds:		
17	Private - children's benefit fund donations		21,000
18	Compulsive gambling prevention fund	1,0	040,000
19	Children's trust fund	2,8	323,700
20	Sexual assault victims' prevention and treatment	1,0	000,000
21	Child advocacy centers fund	1,0	000,000
22	State general fund/general purpose	\$ 5,8	378,000
23	Sec. 107. CHILD WELFARE SERVICES		
24	Full-time equated classified positions 3,599.0		
25	Children's services administration64.0 FTE positions	\$ 4,7	715,500
26	Title IV-E compliance and accountability office5.0		
27	FTE positions	4	132,600

1	Child welfare institute40.0 FTE positions	5,696,500
2	Child protective services workers1,481.0 FTE	
3	positions	79,228,300
4	Direct care workers1,058.0 FTE positions	55,111,400
5	Education planners14.0 FTE positions	736,300
6	Permanency planning specialists 55.0 FTE positions	3,171,000
7	Child welfare first line supervisors519.0 FTE	
8	positions	35,950,600
9	Administrative support workers241.0 FTE positions	10,438,900
10	Second line supervisors and technical staff45.0	
11	FTE positions	3,230,100
12	Permanency planning specialists 62.0 FTE positions	3,638,300
13	Child welfare field staff contractual services,	
14	supplies, and materials	5,432,200
15	Settlement monitor	1,625,800
16	Needs assessment	4,000,000
17	Foster care payments	186,112,400
18	Foster care - children with serious emotional	
19	disturbance waiver	1,769,000
20	Guardianship assistance program	2,170,000
21	Child care fund	205,255,500
22	Child care fund administration5.8 FTE positions	808,600
23	Adoption subsidies	225,783,500
24	Adoption support services7.2 FTE positions	33,604,300
25	Youth in transition2.0 FTE positions	12,264,500
26	GROSS APPROPRIATION	881,175,300
27	Appropriated from:	

1	Federal revenues:	
2	Total federal revenues	493,207,700
3	Special revenue funds:	
4	Private - collections	1,900,000
5	Local funds - county chargeback	13,388,800
6	State general fund/general purpose	\$ 372,678,800
7	Sec. 108. JUVENILE JUSTICE SERVICES	
8	Full-time equated classified positions 198.7	
9	W.J. Maxey training school72.0 FTE positions	\$ 11,185,500
10	Bay pines center44.0 FTE positions	4,900,000
11	Shawono center44.0 FTE positions	4,900,000
12	County juvenile officers	3,904,300
13	Community support services2.0 FTE positions	1,600,100
14	Juvenile justice, administration and	
15	maintenance31.7 FTE positions	4,236,200
16	W.J. Maxey memorial fund	45,000
17	Juvenile accountability block grant1.0 FTE positions	1,296,000
18	Committee on juvenile justice administration4.0	
19	FTE positions	425,300
20	Committee on juvenile justice grants	 5,000,000
21	GROSS APPROPRIATION	\$ 37,492,400
22	Appropriated from:	
23	Federal revenues:	
24	Total federal revenues	7,248,800
25	Special revenue funds:	
26	Total private revenues	45,000
27	Local funds - state share education funds	1,197,500

1	Local funds - county chargeback	9,861,500
2	State general fund/general purpose \$	19,139,600
3	Sec. 109. LOCAL OFFICE STAFF AND OPERATIONS	
4	Full-time equated classified positions 5,937.5	
5	Field staff, salaries and wages5,695.5 FTE positions \$	294,203,500
6	Contractual services, supplies, and materials	11,771,300
7	Medical/psychiatric evaluations	9,467,600
8	Donated funds positions208.0 FTE positions	17,445,600
9	Training and program support24.0 FTE positions	3,429,400
10	Wayne County gifts and bequests	100,000
11	Volunteer services and reimbursement	1,036,100
12	SSI advocates10.0 FTE positions	966,700
13	GROSS APPROPRIATION \$	338,420,200
14	Appropriated from:	
15	Interdepartmental grant revenues:	
16	IDG from department of corrections	100,000
17	Federal revenues:	
18	Total other federal revenues	211,101,200
19	Special revenue funds:	
20	Local funds	2,985,700
21	Private funds - donated funds	5,637,400
22	Private funds - Wayne County gifts	100,000
23	Supplemental security income recoveries	746,100
24	State general fund/general purpose\$	117,749,800
25	Sec. 110. DISABILITY DETERMINATION SERVICES	
26	Full-time equated classified positions 747.4	
27	Disability determination operations721.9 FTE	

1	positions	\$ 110,723,100
2	Medical consultation program21.4 FTE positions	2,840,600
3	Retirement disability determination4.1 FTE positions	 847,100
4	GROSS APPROPRIATION	\$ 114,410,800
5	Appropriated from:	
6	Interdepartmental grant revenues:	
7	IDG from DMB - office of retirement systems	1,143,100
8	ADJUSTED GROSS APPROPRIATION	\$ 113,267,700
9	Appropriated from:	
10	Federal revenues:	
11	Total federal revenues	110,491,400
12	Special revenue funds:	
13	State general fund/general purpose	\$ 2,776,300
14	Sec. 111. CENTRAL SUPPORT ACCOUNTS	
15	Rent	\$ 47,047,400
16	Occupancy charge	8,228,800
17	Travel	7,216,400
18	Equipment	227,300
19	Worker's compensation	3,363,800
20	Advisory commissions	17,900
21	Payroll taxes and fringe benefits	 361,295,600
22	GROSS APPROPRIATION	\$ 427,397,200
23	Appropriated from:	
24	Federal revenues:	
25	Total other federal revenues	275,273,300
26	Special revenue funds:	
27	State general fund/general purpose	\$ 152,123,900

# 1 Sec. 112. PUBLIC ASSISTANCE

2	Full-time equated classified positions 33.0	
3	Family independence program	\$ 340,948,600
4	State disability assistance payments	27,927,800
5	Food assistance program benefits	3,036,402,200
6	Food assistance program benefits (ARRA)	549,632,400
7	State supplementation	60,489,000
8	State supplementation administration	2,681,100
9	Low-income home energy assistance program	116,451,600
10	Food bank funding	1,345,000
11	Homeless programs	11,646,700
12	Multicultural integration funding	1,515,500
13	Chaldean community foundation	100,000
14	Indigent burial	1,000,000
15	Emergency services local office allocations	21,615,500
16	Licensed and registered child development and care	99,312,900
17	Enrolled child development and care	59,842,800
18	Day care technology and oversight26.0 FTE positions	2,618,400
19	Refugee assistance program7.0 FTE positions	27,910,700
20	GROSS APPROPRIATION	\$ 4,361,440,200
21	Appropriated from:	
22	Federal revenues:	
23	Federal supplemental nutrition assistance revenues	
24	(ARRA)	549,632,400
25	Total other federal revenues	3,437,813,600
26	Special revenue funds:	
27	Child support collections	29,145,800

1	Supplemental security income recoveries		14,955,900
2	Public assistance recoupment revenue		7,010,000
3	Michigan merit award trust fund		30,100,000
4	State general fund/general purpose	\$	292,782,500
5	Sec. 113. INFORMATION TECHNOLOGY		
6	Information technology services and projects	\$	109,591,500
7	Child support automation	_	45,578,000
8	GROSS APPROPRIATION	\$	155,169,500
9	Appropriated from:		
10	Federal revenues:		
11	Total federal revenues		105,294,000
12	Special revenue funds:		
13	State general fund/general purpose	\$	49,875,500

14 PART 2

15 PROVISIONS CONCERNING APPROPRIATIONS

**16** FOR FISCAL YEAR 2011-2012

# 17 GENERAL SECTIONS

Sec. 201. Pursuant to section 30 of article IX of the state constitution of 1963, total state spending from state resources under part 1 for fiscal year 2011-2012 is \$1,159,551,000.00 and state spending from state resources to be paid to local units of government for fiscal year 2011-2012 is \$103,364,200.00. The itemized statement below identifies appropriations from which spending to local units of government will occur:

25 DEPARTMENT OF HUMAN SERVICES

1	Child care fund	\$	97,235,600
2	County juvenile officers		3,603,900
3	State disability assistance payments		2,286,600
4	Legal support contracts		3,141,000
5	Child support enforcement operations		583,200
6	Family independence program	;	153,000
7	TOTAL	\$	107,003,300

- 8 Sec. 202. The appropriations authorized under this act are
- 9 subject to the management and budget act, 1984 PA 431, MCL 18.1101
- **10** to 18.1594.
- Sec. 203. As used in this act:
- 12 (a) "AFC" means adult foster care.
- 13 (b) "ARRA" means the American recovery and reinvestment act of
- 14 2009, Public Law 111-5.
- 15 (c) "Children's rights settlement agreement" means the
- 16 settlement agreement entered in the case of Dwayne B. vs. Granholm,
- 17 docket no. 2:06-cv-13548 in the United States district court for
- 18 the eastern district of Michigan.
- (d) "Current fiscal year" means the fiscal year ending
- 20 September 30, 2012.
- (e) "Department" means the department of human services.
- (f) "Director" means the director of the department of human
- 23 services.
- 24 (g) "FTE" means full-time equated.
- (h) "IDG" means interdepartmental grant.
- (i) "JET" means jobs, education, and training program.
- 27 (j) "Previous fiscal year" means the fiscal year ending

- 1 September 30, 2011.
- 2 (k) "SSI" means supplemental security income.
- 3 (l) "Temporary assistance for needy families" or "TANF" or
- 4 "title IV-A" means part A of title IV of the social security act,
- 5 42 USC 601 to 619.
- 6 (m) "Title IV-D" means part D of title IV of the social
- 7 security act, 42 USC 651 to 669b.
- 8 (n) "Title IV-E" means part E of title IV of the social
- 9 security act, 42 USC 670 to 679c.
- 10 Sec. 204. The civil service commission shall bill departments
- 11 and agencies at the end of the first fiscal quarter for the 1%
- 12 charge authorized by section 5 of article XI of the state
- 13 constitution of 1963. Payments shall be made for the total amount
- 14 of the billing by the end of the second fiscal quarter.
- 15 Sec. 207. (1) Sanctions, suspensions, conditions for
- 16 provisional license status, and other penalties shall not be more
- 17 stringent for private service providers than for public entities
- 18 performing equivalent or similar services.
- 19 (2) Neither the department nor private service providers or
- 20 licensees shall be granted preferential treatment or considered
- 21 automatically to be in compliance with administrative rules based
- 22 on whether they have collective bargaining agreements with direct
- 23 care workers. Private service providers or licensees without
- 24 collective bargaining agreements shall not be subjected to
- 25 additional requirements or conditions of licensure based on their
- 26 lack of collective bargaining agreements.
- 27 Sec. 208. Unless otherwise specified, the department shall use

- 1 the Internet to fulfill the reporting requirements of this act.
- 2 This requirement may include transmission of reports via electronic
- 3 mail to the recipients identified for each reporting requirement,
- 4 or it may include placement of reports on the Internet or Intranet
- 5 site.
- 6 Sec. 209. Funds appropriated in part 1 shall not be used for
- 7 the purchase of foreign goods or services, or both, if
- 8 competitively priced and of comparable quality American goods or
- 9 services, or both, are available. Preference should be given to
- 10 goods or services, or both, manufactured or provided by Michigan
- 11 businesses, if they are competitively priced and of comparable
- 12 quality. In addition, preference should be given to goods or
- 13 services, or both, that are manufactured or provided by Michigan
- 14 businesses owned and operated by veterans, if they are
- 15 competitively priced and of comparable quality.
- 16 Sec. 211. Funds appropriated in part 1 shall not be used by a
- 17 principal executive department, state agency, or authority to hire
- 18 a person to provide legal services that are the responsibility of
- 19 the attorney general. This prohibition does not apply to legal
- 20 services for bonding activities and for those activities that the
- 21 attorney general authorizes.
- 22 Sec. 212. (1) In addition to funds appropriated in part 1 for
- 23 all programs and services, there is appropriated for write-offs of
- 24 accounts receivable, deferrals, and for prior year obligations in
- 25 excess of applicable prior year appropriations, an amount equal to
- 26 total write-offs and prior year obligations, but not to exceed
- 27 amounts available in prior year revenues or current year revenues

- 1 that are in excess of the authorized amount.
- 2 (2) The department's ability to satisfy appropriation fund
- 3 sources in part 1 shall not be limited to collections and accruals
- 4 pertaining to services provided in the current fiscal year, but
- 5 shall also include reimbursements, refunds, adjustments, and
- 6 settlements from prior years.
- 7 Sec. 213. The department may retain all of the state's share
- 8 of food assistance overissuance collections as an offset to general
- 9 fund/general purpose costs. Retained collections shall be applied
- 10 against federal funds deductions in all appropriation units where
- 11 department costs related to the investigation and recoupment of
- 12 food assistance overissuances are incurred. Retained collections in
- 13 excess of such costs shall be applied against the federal funds
- 14 deducted in the executive operations appropriation unit.
- 15 Sec. 214. On a bimonthly basis, the department shall report on
- 16 the number of FTEs in pay status by type of staff.
- 17 Sec. 215. If a legislative objective of this act or the social
- 18 welfare act, 1939 PA 280, MCL 400.1 to 400.119b, cannot be
- 19 implemented without loss of federal financial participation because
- 20 implementation would conflict with or violate federal regulations,
- 21 the department shall notify the state budget director, the house
- 22 and senate appropriations committees, and the house and senate
- 23 fiscal agencies and policy offices of that fact.
- Sec. 217. (1) Due to the current budgetary problems in this
- 25 state, out-of-state travel for the fiscal year ending September 30,
- 26 2012 shall be limited to situations in which 1 or more of the
- 27 following conditions apply:

- 1 (a) The travel is required by legal mandate or court order or
- 2 for law enforcement purposes.
- 3 (b) The travel is necessary to protect the health or safety of
- 4 Michigan citizens or visitors or to assist other states in similar
- 5 circumstances.
- 6 (c) The travel is necessary to produce budgetary savings or to
- 7 increase state revenues, including protecting existing federal
- 8 funds or securing additional federal funds.
- 9 (d) The travel is necessary to comply with federal
- 10 requirements.
- 11 (e) The travel is necessary to secure specialized training for
- 12 staff that is not available within this state.
- 13 (f) The travel is financed entirely by federal or nonstate
- 14 funds.
- 15 (2) If out-of-state travel is necessary but does not meet 1 or
- 16 more of the conditions in subsection (1), the state budget director
- 17 may grant an exception to allow the travel. Any exceptions granted
- 18 by the state budget director shall be reported on a monthly basis
- 19 to the senate and house of representatives standing committees on
- 20 appropriations.
- 21 Sec. 219. (1) The department shall maintain a searchable
- 22 website accessible by the public at no cost that includes, but is
- 23 not limited to, all of the following:
- 24 (a) Fiscal year-to-date expenditures by category.
- 25 (b) Fiscal year-to-date expenditures by appropriation unit.
- (c) Fiscal year-to-date payments to a selected vendor,
- 27 including the vendor name, payment date, payment amount, and

- 1 payment description.
- 2 (d) The number of active department employees by job
- 3 classification.
- 4 (e) Job specifications and wage rates.
- 5 (2) The department may develop and operate its own website to
- 6 provide this information or may reference the state's central
- 7 transparency website as the source for this information.
- 8 Sec. 220. The department shall ensure that faith-based
- 9 organizations are able to apply and compete for services, programs,
- 10 or contracts that they are qualified and suitable to fulfill. The
- 11 department shall not disqualify faith-based organizations solely on
- 12 the basis of the religious nature of their organization or their
- 13 guiding principles or statements of faith.
- Sec. 221. If the revenue collected by the department from
- 15 private and local sources exceeds the amount spent from amounts
- 16 appropriated in part 1, the revenue may be carried forward, with
- 17 approval from the state budget director, into the subsequent fiscal
- 18 year.
- 19 Sec. 222. (1) The department shall report no later than April
- 20 1 of the current fiscal year on each specific policy change made to
- 21 implement a public act affecting the department that took effect
- 22 during the prior calendar year to the house and senate
- 23 appropriations subcommittees on the budget for the department, the
- 24 joint committee on administrative rules, and the senate and house
- 25 fiscal agencies.
- 26 (2) Funds appropriated in part 1 shall not be used by the
- 27 department to adopt a rule that will apply to a small business and

- 1 that will have a disproportionate economic impact on small
- 2 businesses because of the size of those businesses if the
- 3 department fails to reduce the disproportionate economic impact of
- 4 the rule on small businesses as provided under section 40 of the
- 5 administrative procedures act of 1969, 1969 PA 306, MCL 24.240.
- 6 (3) As used in this section:
- 7 (a) "Rule" means that term as defined under section 7 of the
- 8 administrative procedures act of 1969, 1969 PA 306, MCL 24.207.
- 9 (b) "Small business" means that term as defined under section
- 10 7a of the administrative procedures act of 1969, 1969 PA 306, MCL
- **11** 24.207a.
- 12 Sec. 223. The department shall make a determination of
- 13 Medicaid eligibility not later than 60 days after all information
- 14 to make the determination is received from the applicant when
- 15 disability is an eligibility factor. For all other Medicaid
- 16 applicants, the department shall make a determination of Medicaid
- 17 eligibility not later than 45 days after all information to make
- 18 the determination is received from the applicant.
- 19 Sec. 224. The department shall approve or deny a Medicaid
- 20 application for a patient of a nursing home within 45 days after
- 21 the receipt of the necessary information.
- 22 Sec. 230 (1) The department shall convene a work group of all
- 23 interested parties to evaluate the feasibility of combining the
- 24 bureau of child and adult licensing with the contract compliance
- 25 unit into 1 unit.
- 26 (2) By April 1, 2012, the department shall report to the
- 27 senate and house appropriations subcommittees on the department

- 1 budget, the senate and house fiscal agencies, and the senate and
- 2 house policy offices on the findings of the work group established
- 3 in subsection (1).
- 4 Sec. 231. If TANF contingency funds for the current fiscal
- 5 year become available, the department shall utilize all TANF
- 6 contingency funds the state receives to increase the family
- 7 independence program earned income disregard or for reform measures
- 8 that will fundamentally improve public assistance programs by
- 9 emphasizing work. An annual report on the expenditures and programs
- 10 paid by these TANF contingency funds shall be provided to the
- 11 senate and house appropriations subcommittees on the department
- 12 budget, the senate and house fiscal agencies, and the senate and
- 13 house policy offices no later than November 1, 2012.
- Sec. 250. Amounts appropriated in part 1 for information
- 15 technology may be designated as work projects and carried forward
- 16 to support technology projects under the direction of the
- 17 department of technology, management, and budget. Funds designated
- 18 in this manner are not available for expenditure until approved as
- 19 work projects under section 451a of the management and budget act,
- 20 1984 PA 431, MCL 18.1451a.
- 21 Sec. 251. The department and agencies receiving appropriations
- 22 in part 1 shall receive and retain copies of all reports funded
- 23 from appropriations in part 1. Federal and state guidelines for
- 24 short-term and long-term retention of records shall be followed.
- 25 The department may electronically retain copies of reports unless
- 26 otherwise required by federal and state guidelines.
- 27 Sec. 259. From the funds appropriated in part 1 for

- 1 information technology, departments and agencies shall pay user
- 2 fees to the department of technology, management, and budget for
- 3 technology-related services and projects. The user fees shall be
- 4 subject to provisions of an interagency agreement between the
- 5 department and agencies and the department of technology,
- 6 management, and budget.
- 7 Sec. 264. The department shall not take disciplinary action
- 8 against an employee for communicating with a member of the
- 9 legislature or his or her staff.
- 10 Sec. 265. Within 14 days after the release of the executive
- 11 budget recommendation, the department shall provide the state
- 12 budget director, the senate and house appropriations chairs, the
- 13 senate and house appropriations subcommittees on the department
- 14 budget, respectively, and the senate and house fiscal agencies with
- 15 an annual report on estimated state restricted fund balances, state
- 16 restricted fund projected revenues, and state restricted fund
- 17 expenditures for the fiscal years ending September 30, 2011 and
- 18 September 30, 2012.
- 19 Sec. 273. (1) The department shall only use money appropriated
- 20 in section 102 to prepare regulatory reform plans. Money
- 21 appropriated in part 1 shall not be used to prepare regulatory
- 22 reform plans or promulgate rules that exceed statutory authority
- 23 granted to the department. If the department fails to comply with
- 24 the provisions of section 39(1) of the administrative procedures
- 25 act of 1969, 1969 PA 306, MCL 24.239, money shall not be expended
- 26 for the further preparation of that regulatory plan or the
- 27 promulgation of rules for that regulatory plan.

- 1 (2) Money appropriated in part 1 shall not be used to prepare
- 2 a regulatory plan or promulgate rules that fail to reduce the
- 3 disproportionate economic impact on small businesses as required in
- 4 section 40 of the administrative procedures act of 1969, 1969 PA
- 5 306, MCL 24.240.
- 6 (3) Money appropriated in part 1 shall not be used to prepare
- 7 a regulatory plan or promulgate rules that grant preferences to
- 8 private providers of services based on whether that private
- 9 provider has a collective bargaining agreement with its workers.
- 10 Sec. 274. (1) The department, in collaboration with the state
- 11 budget office, shall submit to the house and senate appropriations
- 12 subcommittees on the department budget, the house and senate fiscal
- 13 agencies, and the house and senate policy offices on the day the
- 14 governor submits to the legislature the budget for the ensuing
- 15 fiscal year a report on spending and revenue projections for each
- 16 of the capped federal funds listed below. The report shall contain
- 17 actual spending and revenue in the previous fiscal year, spending
- 18 and revenue projections for the current fiscal year as enacted, and
- 19 spending and revenue projections within the executive budget
- 20 proposal for the fiscal year beginning October 1, 2012 for each
- 21 individual line item for the department budget. The report shall
- 22 also include federal funds transferred to other departments. The
- 23 capped federal funds shall include, but not be limited to, all of
- 24 the following:
- **25** (a) TANF.
- 26 (b) Child care and development funds.
- 27 (c) Title XX social services block grant.

- 1 (d) Title IV-B part I child welfare services block grant.
- 2 (e) Title IV-B part II promoting safe and stable families
- 3 funds.
- 4 (2) By February 15 of the current fiscal year, the department
- 5 shall prepare an annual report of its efforts to identify
- 6 additional TANF maintenance of effort sources from all of the
- 7 following, but not limited to:
- 8 (a) Other departments.
- 9 (b) Local units of government.
- 10 (c) Private sources.
- 11 Sec. 279. (1) All contracts relating to human services shall
- 12 be performance-based contracts that employ a client-centered
- 13 results-oriented process that is based on measurable performance
- 14 indicators and desired outcomes and includes the annual assessment
- 15 of the quality of services provided.
- 16 (2) During the annual budget presentation, the department
- 17 shall provide the senate and house appropriations subcommittees on
- 18 the department budget and the senate and house fiscal agencies and
- 19 policy offices a report detailing measurable performance
- 20 indicators, desired outcomes, and an assessment of the quality of
- 21 services provided by the department during the previous fiscal
- **22** year.
- 23 Sec. 284. (1) In addition to the funds appropriated in part 1,
- 24 there is appropriated an amount not to exceed \$200,000,000.00 for
- 25 federal contingency funds. These funds are not available for
- 26 expenditure until they have been transferred to another line item
- 27 in this act under section 393(2) of the management and budget act,

- 1 1984 PA 431, MCL 18.1393.
- 2 (2) In addition to the funds appropriated in part 1, there is
- 3 appropriated an amount not to exceed \$5,000,000.00 for state
- 4 restricted contingency funds. These funds are not available for
- 5 expenditure until they have been transferred to another line item
- 6 in this act under section 393(2) of the management and budget act,
- 7 1984 PA 431, MCL 18.1393.
- 8 (3) In addition to the funds appropriated in part 1, there is
- 9 appropriated an amount not to exceed \$20,000,000.00 for local
- 10 contingency funds. These funds are not available for expenditure
- 11 until they have been transferred to another line item in this act
- 12 under section 393(2) of the management and budget act, 1984 PA 431,
- **13** MCL 18.1393.
- 14 (4) In addition to the funds appropriated in part 1, there is
- appropriated an amount not to exceed \$20,000,000.00 for private
- 16 contingency funds. These funds are not available for expenditure
- 17 until they have been transferred to another line item in this act
- 18 under section 393(2) of the management and budget act, 1984 PA 431,
- **19** MCL 18.1393.
- 20 Sec. 292. By November 1, 2011, the department shall submit a
- 21 report to the house and senate appropriations subcommittees on the
- 22 human services budget and the house and senate fiscal agencies on
- 23 the number of eligible child care providers by type receiving
- 24 payment for child care services from the department on October 1,
- **25** 2011.
- 26 Sec. 293. The department may use money from the money
- 27 appropriated in part 1 to strengthen marriage and family relations

- 1 through the practice of marriage and family therapy for
- 2 individuals, families, couples, or groups. The goal of the therapy
- 3 shall be strengthening families by helping them avoid, eliminate,
- 4 relieve, manage, or resolve marital or family conflict or discord.
- 5 Sec. 294. Money appropriated in part 1 for the statewide
- 6 automated child welfare information system is contingent upon the
- 7 approval of an advanced planning document from the administration
- 8 for children and families. If the necessary matching funds are
- 9 identified and legislatively transferred to the information and
- 10 technology services and projects line item for this purpose, any
- 11 corresponding federal revenue required shall be appropriated at a
- 12 50% federal match rate. This appropriation may be designated as a
- 13 work project under section 451a of the management and budget act,
- 14 1984 PA 431, MCL 18.1451a, and carried forward to support
- 15 completion of this project.
- Sec. 296. Not later than November 15, 2012, the department
- 17 shall prepare and transmit a report that provides for estimates of
- 18 the total general fund/general purpose appropriation lapses at the
- 19 close of the fiscal year. This report shall summarize the projected
- 20 year-end general fund/general purpose appropriation lapses by major
- 21 departmental program or program areas. The report shall be
- 22 transmitted to the office of the state budget, the chairpersons of
- 23 the senate and house appropriations committees, and the senate and
- 24 house fiscal agencies.
- 25 Sec. 298. The department shall work toward a new supervisor-
- 26 to-staff ratio in all department divisions and subdivisions,
- 27 excluding the supervisor-to-staff ratios required by the children's

1 rights settlement agreement, of 1 supervisor to 12 staff members.

## 2 EXECUTIVE OPERATIONS

- 3 Sec. 307. (1) From the money appropriated in part 1 for
- 4 demonstration projects, \$550,000.00 shall be distributed as
- 5 provided in subsection (2). The amount distributed under this
- 6 subsection shall not exceed 50% of the total operating expenses of
- 7 the program described in subsection (2), with the remaining 50%
- 8 paid by local United Way organizations and other nonprofit
- 9 organizations and foundations.
- 10 (2) Money distributed under subsection (1) shall be
- 11 distributed to Michigan 2-1-1, a nonprofit corporation organized
- 12 under the laws of this state that is exempt from federal income tax
- 13 under section 501(c)(3) of the internal revenue code, 26 USC
- 14 501(c)(3), and whose mission is to coordinate and support a
- 15 statewide 2-1-1 system. Michigan 2-1-1 shall use the money only to
- 16 fulfill the Michigan 2-1-1 business plan adopted by Michigan 2-1-1
- 17 in January 2005.
- 18 (3) Michigan 2-1-1 shall report annually to the department and
- 19 the house and senate standing committees with primary jurisdiction
- 20 over matters relating to human services and telecommunications on
- 21 2-1-1 system performance, including, but not limited to, call
- 22 volume by community health and human service needs and unmet needs
- 23 identified through caller data and customer satisfaction metrics.
- 24 Sec. 311. The department shall administer licensing and
- 25 regulation of licensees with the highest priority given to
- 26 licensing activities that present the highest risk to vulnerable

1 children or adults receiving services of licensees.

## 2 ADULT AND FAMILY SERVICES

- 3 Sec. 415. (1) If money becomes available in part 1, the
- 4 department may contract with independent contractors from various
- 5 counties, including, but not limited to, faith-based and nonprofit
- 6 organizations. Preference shall be given to independent contractors
- 7 that provide at least 10% in matching funds, through any
- 8 combination of local, state, or federal funds or in-kind or other
- 9 donations. However, an independent contractor that cannot secure
- 10 matching funds shall not be excluded from consideration for the
- 11 fatherhood program.
- 12 (2) The department may choose providers that will work with
- 13 counties to help eligible fathers under TANF guidelines to acquire
- 14 skills that will enable them to increase their responsible behavior
- 15 toward their children and the mothers of their children. An
- 16 increase of financial support for their children should be a very
- 17 high priority as well as emotional support.
- 18 (3) A fatherhood initiative program established under this
- 19 section shall minimally include at least 3 of the following
- 20 components: promoting responsible, caring, and effective parenting
- 21 through counseling; mentoring and parental education; enhancing the
- 22 abilities and commitment of unemployed or low-income fathers to
- 23 provide material support for their families and to avoid or leave
- 24 welfare programs by assisting them to take advantage of job search
- 25 programs, job training, and education to improve their work habits
- 26 and work skills; improving fathers' ability to effectively manage

- 1 family business affairs by means such as education, counseling, and
- 2 mentoring in household matters; infant care; effective
- 3 communication and respect; anger management; children's financial
- 4 support; and drug-free lifestyle.
- 5 (4) The department is authorized to make allocations of TANF
- 6 funds, of not more than 20% per county, under this section only to
- 7 agencies that report necessary data to the department for the
- 8 purpose of meeting TANF eligibility reporting requirements.
- 9 (5) Upon receipt of the promotion of responsible fatherhood
- 10 funds from the United States department of health and human
- 11 services, the department shall use the program criteria set forth
- 12 in subsection (3) to implement the program with the federal funds.
- Sec. 416. (1) If money becomes available in part 1, the
- 14 department may contract with independent contractors from various
- 15 counties, including, but not limited to, faith-based and nonprofit
- 16 organizations. Preference shall be given to independent contractors
- 17 that provide at least 10% in matching funds, through any
- 18 combination of local, state, or federal funds or in-kind or other
- 19 donations. However, an independent contractor that cannot secure
- 20 matching funds shall not be excluded from consideration for a
- 21 marriage initiative program.
- 22 (2) The department may choose providers to work with counties
- 23 that will work to support and strengthen marriages of those
- 24 eligible under the TANF guidelines. The areas of work may include,
- 25 but are not limited to, marital counseling, domestic violence
- 26 counseling, family counseling, effective communication, and anger
- 27 management as well as parenting skills to improve the family

- 1 structure.
- 2 (3) A marriage initiative program established under this
- 3 section may include, but is not limited to, 1 or more of the
- 4 following: public advertising campaigns on the value of marriage
- 5 and the skills needed to increase marital stability and health;
- 6 education in high schools on the value of marriage, relationship
- 7 skills, and budgeting; premarital, marital, family, and domestic
- 8 violence counseling; effective communication; marriage mentoring
- 9 programs which use married couples as role models and mentors in
- 10 at-risk communities; anger management; and parenting skills to
- 11 improve the family structure.
- 12 (4) The department is authorized to make allocations of TANF
- 13 funds, of not more than 20% per county, under this section only to
- 14 agencies that report necessary data to the department for the
- 15 purpose of meeting TANF eligibility reporting requirements.
- 16 (5) Upon receipt of the healthy marriage promotion grant from
- 17 the United States department of health and human services, the
- 18 department shall use the program criteria set forth in subsection
- 19 (3) to implement the program with the federal funds.
- 20 Sec. 423. From the money appropriated in part 1 for elder law
- 21 of Michigan MiCAFE contract, the department shall allocate not less
- 22 than \$100,000.00 to the elder law of Michigan MiCAFE to assist this
- 23 state's elderly population to participate in the food assistance
- 24 program. The money may be used as state matching funds to acquire
- 25 available United States department of agriculture funding to
- 26 provide outreach program activities, such as eligibility screen and
- 27 information services, as part of a statewide food stamp hotline.

- 1 Sec. 425. The department shall implement administrative
- 2 efforts, either through policy change or proposed legislation, to
- 3 reduce waste, fraud, and abuse within the employment support
- 4 services program, including, but not limited to, revisions to
- 5 current policy on car repair and car purchase payments.

## CHILDREN'S SERVICES

6

- 7 Sec. 501. A goal is established that not more than 35% of all
- 8 children in foster care at any given time during the current fiscal
- 9 year will have been in foster care for 24 months or more. During
- 10 the annual budget presentation, the department shall provide a
- 11 report describing the steps that will be taken to achieve the
- 12 specific goal established in this section.
- Sec. 505. By March 1, 2012, the department and Wayne County
- 14 shall provide to the senate and house appropriations committees on
- 15 the department budget and the senate and house fiscal agencies and
- 16 policy offices a report for youth served in the previous fiscal
- 17 year and in the first quarter of the current fiscal year outlining
- 18 the number of youth served within each juvenile justice system, the
- 19 type of setting for each youth, performance outcomes, and financial
- 20 costs or savings.
- 21 Sec. 507. The department's ability to satisfy appropriation
- 22 deducts in part 1 for foster care private collections shall not be
- 23 limited to collections and accruals pertaining to services provided
- 24 only in the current fiscal year but may include revenues collected
- 25 during the current fiscal year for services provided in prior
- 26 fiscal years.

- 1 Sec. 508. (1) In addition to the amount appropriated in part 1
- 2 for children's trust fund grants, money granted or money received
- 3 as gifts or donations to the children's trust fund created by 1982
- 4 PA 249, MCL 21.171 to 21.172, is appropriated for expenditure.
- 5 (2) The department and the child abuse neglect and prevention
- 6 board shall collaborate to ensure that administrative delays are
- 7 avoided and the local grant recipients and direct service providers
- 8 receive money in an expeditious manner. The department and board
- 9 shall seek to have the children's trust fund grants distributed no
- 10 later than October 31 of the current fiscal year.
- 11 Sec. 513. (1) The department shall not expend money
- 12 appropriated in part 1 to pay for the direct placement by the
- 13 department of a child in an out-of-state facility unless all of the
- 14 following conditions are met:
- 15 (a) There is no appropriate placement available in this state
- 16 as determined by the department interstate compact office.
- 17 (b) An out-of-state placement exists that is nearer to the
- 18 child's home than the closest appropriate in-state placement as
- 19 determined by the department interstate compact office.
- (c) The out-of-state facility meets all of the licensing
- 21 standards of this state for a comparable facility.
- (d) The out-of-state facility meets all of the applicable
- 23 licensing standards of the state in which it is located.
- 24 (e) The department has done an on-site visit to the out-of-
- 25 state facility, reviewed the facility records, reviewed licensing
- 26 records and reports on the facility, and believes that the facility
- 27 is an appropriate placement for the child.

- 1 (2) The department shall not expend money for a child placed
- 2 in an out-of-state facility without approval of the deputy director
- 3 for children's services. The department shall notify the
- 4 appropriate state agency in that state including the name of the
- 5 out-of-state provider who accepted the placement.
- 6 (3) The department shall submit a report by February 1 of each
- 7 year on the number of children who were placed in out-of-state
- 8 facilities during the previous fiscal year, the number of Michigan
- 9 children residing in such facilities at the time of the report, the
- 10 total cost and average per diem cost of these out-of-state
- 11 placements to this state, and a list of each such placement
- 12 arranged by the Michigan county of residence for each child.
- Sec. 514. The department shall make a comprehensive report
- 14 concerning children's protective services (CPS) to the legislature,
- 15 including the senate and house policy offices and the state budget
- 16 director, by January 1 of the current fiscal year, that shall
- include all of the following:
- 18 (a) Statistical information including, at a minimum, all of
- 19 the following:
- (i) The total number of reports of abuse or neglect
- 21 investigated under the child protection law, 1975 PA 238, MCL
- 22 722.621 to 722.638, and the number of cases classified under
- 23 category I or category II and the number of cases classified under
- 24 category III, category IV, or category V.
- 25 (ii) Characteristics of perpetrators of abuse or neglect and
- 26 the child victims, such as age, relationship, race, and ethnicity
- 27 and whether the perpetrator exposed the child victim to drug

- 1 activity, including the manufacture of illicit drugs, that exposed
- 2 the child victim to substance abuse, a drug house, or
- 3 methamphetamine.
- 4 (iii) The mandatory reporter category in which the individual
- 5 who made the report fits, or other categorization if the individual
- 6 is not within a group required to report under the child protection
- 7 law, 1975 PA 238, MCL 722.621 to 722.638.
- (iv) The number of cases that resulted in the separation of the
- 9 child from the parent or guardian and the period of time of that
- 10 separation, up to and including termination of parental rights.
- 11 (v) For the reported complaints of abuse or neglect by
- 12 teachers, school administrators, and school counselors, the number
- 13 of cases classified under category I or category II and the number
- 14 of cases classified under category III, category IV, or category V.
- 15 (vi) For the reported complaints of abuse or neglect by
- 16 teachers, school administrators, and school counselors, the number
- 17 of cases that resulted in separation of the child from the parent
- 18 or quardian and the period of time of that separation, up to and
- 19 including termination of parental rights.
- 20 (b) New policies related to children's protective services
- 21 including, but not limited to, major policy changes and court
- 22 decisions affecting the children's protective services system
- 23 during the immediately preceding 12-month period.
- 24 (c) The information contained in the report required under
- 25 section 8d(5) of the child protection law, 1975 PA 238, MCL
- 26 722.628d, on cases classified under category III.
- 27 (d) The department policy, or changes to the department

- 1 policy, regarding children who have been exposed to the production
- 2 or manufacture of methamphetamines.
- 3 Sec. 523. (1) By March 15 of the current fiscal year, the
- 4 department shall report on family preservation programs for which
- 5 money is appropriated in part 1 to the senate and house
- 6 appropriations subcommittees on the department budget. The report
- 7 shall contain all of the following for each program:
- 8 (a) The average cost per recipient served.
- 9 (b) Measurable performance indicators.
- (c) Desired outcomes or results and goals that can be measured
- 11 on an annual basis, or desired results for a defined number of
- 12 years.
- 13 (d) Monitored results.
- 14 (e) Innovations that may include savings or reductions in
- 15 administrative costs.
- 16 (2) If money becomes available in part 1 for youth in
- 17 transition and domestic violence prevention and treatment, the
- 18 department is authorized to make allocations of TANF funds only to
- 19 agencies that report necessary data to the department for the
- 20 purpose of meeting TANF eligibility reporting requirements.
- 21 Sec. 532. (1) The department, in collaboration with
- 22 representatives of private child and family agencies, shall revise
- 23 and improve the annual licensing review process and the annual
- 24 contract compliance review process for child placing agencies and
- 25 child caring institutions. The improvement goals shall be safety
- 26 and care for children. Improvements to the review process shall be
- 27 directed toward alleviating administrative burdens so that agency

- 1 resources may be focused on children. The revision shall include
- 2 identification of duplicative staff activities and information
- 3 sought from child placing agencies and child caring institutions in
- 4 the annual review process. The department shall report to the
- 5 senate and house appropriations subcommittees on the department
- 6 budget, the senate and house fiscal agencies and policy offices,
- 7 and the state budget director on or before January 15 of the
- 8 current fiscal year on the findings of the annual licensing review.
- 9 (2) The department shall conduct licensing reviews no more
- 10 than once every 2 years for child placing agencies and child caring
- 11 institutions that are nationally accredited and have no outstanding
- 12 violations.
- Sec. 533. (1) The department shall make payments to child
- 14 placing facilities for out-of-home care services within 30 days of
- 15 receiving all necessary documentation from those agencies.
- 16 (2) The department shall explore various types of automated
- 17 payments to private nonprofit child placing facilities to improve
- 18 speed and accuracy of payments.
- 19 (3) The department shall provide a report on the activities
- 20 under this section by October 1, 2012.
- 21 Sec. 536. (1) The department shall place all children within
- 22 their own county or within a 75-mile radius of the home from which
- 23 the child entered custody, whichever is greater, unless 1 or more
- 24 of the following applies:
- 25 (a) The child's needs are so exceptional that they cannot be
- 26 met by a family or facility within the county or 75-mile radius.
- (b) The child needs re-placement and the child's permanency

- 1 goal is to be returned to his or her parents who at the time reside
- 2 out of the county or 75-mile radius.
- 3 (c) The child is to be placed with a relative out of the
- 4 county or 75-mile radius.
- 5 (d) The child is to be placed in an appropriate preadoptive or
- 6 adoptive home that is out of the county or 75-mile radius.
- 7 (2) If placement outside the county or 75-mile radius is made,
- 8 either of the following applies:
- 9 (a) In a "designated county", as defined in section IV.A.3 of
- 10 the children's rights settlement agreement, the county
- 11 administrator of children's services shall be specifically required
- 12 to certify the circumstances supporting the placement in writing,
- 13 based on his or her own examination of the circumstances and the
- 14 child's needs and best interests.
- 15 (b) In any other county, the children's services field manager
- 16 shall be specifically required to certify the circumstances
- 17 supporting the placement in writing, based on his or her own
- 18 examination of the circumstances and the child's needs and best
- 19 interests.
- 20 Sec. 537. The department, in collaboration with child placing
- 21 agencies, shall develop a strategy to implement section 1150 of the
- 22 social welfare act, 1939 PA 280, MCL 400.1150. The strategy shall
- 23 include a requirement that a department caseworker responsible for
- 24 preparing a recommendation to a court concerning a juvenile
- 25 placement shall provide, as part of the recommendation, information
- 26 regarding the requirements of section 1150 of the social welfare
- 27 act, 1939 PA 280, MCL 400.115o.

- 1 Sec. 539. The department shall work in collaboration with
- 2 representatives from child placing agencies to ensure appropriate
- 3 placement for children who have been adjudicated abused, neglected,
- 4 or delinquent and for whom residential treatment is required. The
- 5 department and the representatives from the child placing agencies
- 6 shall focus on statewide placement criteria to address the best
- 7 interests of the child in need of services. The placement criteria
- 8 shall include a continuum of care settings and options as
- 9 appropriate for each child and his or her needs at specific times,
- 10 including home placements, relative placements, shelter placements,
- 11 and other options.
- Sec. 546. (1) From the money appropriated in part 1 for foster
- 13 care payments and from child care fund, the department shall pay
- 14 providers of foster care services not less than a \$37.00
- **15** administrative rate.
- 16 (2) From the funds appropriated in part 1 for foster care
- 17 payments and from child care fund, the department shall pay
- 18 providers of general independent living services not less than a
- 19 \$28.00 administrative rate. For specialized independent living
- 20 services, the administrative rate paid shall be reduced by 50% of
- 21 the difference between the general independent living
- 22 administrative rate and the specialized independent living rate
- paid in the fiscal year ending September 30, 2009.
- Sec. 556. (1) The department shall submit a quarterly report
- 25 by February 1, May 1, August 1, and November 1 of each fiscal year
- 26 to the chairpersons of the senate and house appropriations
- 27 committees, the senate and house fiscal agencies, and the senate

- 1 and house policy offices that includes all of the following:
- 2 (a) A description of how the department is complying with
- 3 federal requirements to notify prospective adoptive parents about
- 4 adoption subsidies for which those prospective adoptive parents may
- 5 qualify.
- 6 (b) The number of requests received by the department from
- 7 adoptive parents for money or reimbursement of costs to attend
- 8 conferences that include training or discussion of significant
- 9 adoption issues, the proportion of these requests approved by the
- 10 department, and the total annual expenditure for approved requests.
- 11 (c) The number of fair hearing requests from adoptive parents
- 12 received by the department challenging the amount of the adoption
- 13 subsidy, broken down by the stated reason for the challenge.
- 14 (d) The number of adoption subsidy payments suspended when the
- 15 child is still in the custody of the adoptive parent, but no longer
- 16 in the physical care of the adoptive parent.
- 17 (2) From the money appropriated in part 1 for adoption
- 18 subsidies, \$4,250,000.00 in state general fund/general purpose
- 19 revenues shall not be expended until the department provides
- 20 proposed legislation to the senate and house standing committees
- 21 with primary jurisdiction over matters relating to human services,
- 22 the senate and house appropriations subcommittees on the department
- 23 budget, senate and house fiscal agencies, and senate and house
- 24 policy offices that would allow adoptive parents up to 1 year after
- 25 an adoption has been finalized to submit a request to revise the
- 26 determination of care supplement for an adopted child who has
- 27 previously existing special needs or request a new determination.

- 1 (3) The department shall provide an annual report to the
- 2 subcommittees of the senate and house appropriation committees on
- 3 the department budget with the number of complaints filed by
- 4 adoptive parents who were not notified that their adopted child had
- 5 special needs.
- 6 Sec. 570. From the money appropriated in part 1 for the
- 7 guardianship assistance program, the department shall provide
- 8 assistance under this program to children who are eligible under
- 9 section 3 of the guardianship assistance act, 2008 PA 260, MCL
- **10** 722.873.
- 11 Sec. 574. (1) From the money appropriated in part 1 for foster
- 12 care payments, \$2,500,000.00 is allocated to support contracts with
- 13 child placing agencies to facilitate the licensure of relative
- 14 caregivers as foster parents. Agencies shall receive \$2,300.00 for
- 15 each facilitated licensure. The agency facilitating the licensure
- 16 would retain the placement and continue to provide case management
- 17 services for at least 50% of the newly licensed cases for which the
- 18 placement was appropriate to the agency. Up to 50% of the newly
- 19 licensed cases would have direct foster care services provided by
- 20 the department.
- 21 (2) From the money appropriated for foster care payments,
- 22 \$375,000.00 is allocated to support family incentive grants to
- 23 private and community-based foster care service providers to assist
- 24 with home improvements or payment for physical exams for applicants
- 25 needed by foster families to accommodate foster children.
- 26 Sec. 578. The department and child placing agencies shall
- 27 utilize a standardized assessment tool to ensure greater

- 1 cooperation between the department and the department of community
- 2 health and to measure the mental health treatment needs of every
- 3 child supervised by the department. The department shall use the
- 4 results of this assessment process to determine the best placement
- 5 and the best mental health services to be provided for the child
- 6 while under department supervision.
- 7 Sec. 580. The department and the department of community
- 8 health shall initiate efforts to identify mental health programs
- 9 and activities where the services of the 2 departments overlap, or
- 10 are uncoordinated. The goal shall be to provide adequate and stable
- 11 mental health services which address the need of the individual
- 12 child without duplicative, confusing, or needlessly complex
- 13 services. The department shall report on these coordination efforts
- 14 with the department of community health during the annual budget
- 15 presentations to the senate and house appropriations subcommittees
- 16 with jurisdiction over the department budget.
- Sec. 583. By February 1 of the current fiscal year, the
- 18 department, in conjunction with the legislature, shall carry out a
- 19 work group to determine what caused individuals participating as
- 20 foster parents during the previous fiscal year to drop out of the
- 21 program. The department shall provide to the senate and house
- 22 appropriations subcommittees on the department budget, the senate
- 23 and house standing committees on families and human services, and
- 24 the senate and house fiscal agencies and policy offices a report
- 25 detailing the work group findings as well as the number of
- 26 individuals participating as foster parents during the previous
- 27 fiscal year who dropped out of the program.

- 1 Sec. 585. (1) The department shall allow private nationally
- 2 accredited foster care and adoption agencies to conduct their own
- 3 staff training, based on current department policies and
- 4 procedures, provided that the agency trainer and training materials
- 5 are accredited by the department and that the agency documents to
- 6 the department that the training was provided. The department shall
- 7 provide access to any training materials requested by the private
- 8 agencies to facilitate this training.
- 9 (2) By November 1, 2012, the department shall post on the
- 10 department's website a list of all relevant departmental training
- 11 materials available to private child placing agencies that are
- 12 allowed to conduct their own training in accordance with this
- 13 section. The department shall also provide to private child placing
- 14 agencies that are allowed to conduct their own training any updated
- 15 training materials as they become available.
- Sec. 588. (1) Concurrent with public release, the department
- 17 shall transmit all reports from the court-appointed settlement
- 18 monitor, including, but not limited to, the needs assessment and
- 19 period outcome reporting, to the state budget office, the senate
- 20 and house appropriations subcommittees on the department budget,
- 21 and the senate and house fiscal agencies, without revision.
- 22 (2) The department shall report monthly to the state budget
- 23 office, the senate and house appropriations subcommittees on the
- 24 department budget, and the senate and house fiscal agencies, on the
- 25 number of children enrolled in the guardianship assistance and
- 26 foster care children with serious emotional disturbance waiver
- 27 programs.

- 1 Sec. 589. From the money appropriated in part 1 to facilitate
- 2 the transfer of foster care cases currently under department
- 3 supervision from department supervision to private child placing
- 4 agency supervision, the department shall not transfer any foster
- 5 care cases that require a county contribution to the private agency
- 6 administrative rate.

#### PUBLIC ASSISTANCE

- 8 Sec. 601. Whenever a client agrees to the release of his or
- 9 her name and address to the local housing authority, the department
- 10 shall request from the local housing authority information
- 11 regarding whether the housing unit for which vendoring has been
- 12 requested meets applicable local housing codes. Vendoring shall be
- 13 terminated for those units that the local authority indicates in
- 14 writing do not meet local housing codes until such time as the
- 15 local authority indicates in writing that local housing codes have
- 16 been met.

7

- Sec. 603. (1) The department, as it determines is appropriate,
- 18 shall enter into agreements with energy providers by which cash
- 19 assistance recipients and the energy providers agree to permit the
- 20 department to make direct payments to the energy providers on
- 21 behalf of the recipient. The payments may include heat and electric
- 22 payment requirements from recipient grants and amounts in excess of
- 23 the payment requirements.
- 24 (2) The department shall establish caps for natural gas, wood,
- 25 electric heat service, deliverable fuel heat services, and for
- 26 electric service based on available federal funds.

- 1 (3) The department shall review and adjust the standard
- 2 utility allowance for the state food assistance program to ensure
- 3 that it reflects current energy costs in the state.
- 4 (4) Payments under this section shall be made directly to
- 5 service providers and not to the individuals who are receiving the
- 6 assistance.
- 7 Sec. 604. (1) The department shall operate a state disability
- 8 assistance program. Except as provided in subsection (3), persons
- 9 eligible for this program shall include needy citizens of the
- 10 United States or aliens exempted from the supplemental security
- 11 income citizenship requirement who are at least 18 years of age or
- 12 emancipated minors meeting 1 or more of the following requirements:
- 13 (a) A recipient of supplemental security income, social
- 14 security, or medical assistance due to disability or 65 years of
- 15 age or older.
- 16 (b) A person with a physical or mental impairment which meets
- 17 federal supplemental security income disability standards, except
- 18 that the minimum duration of the disability shall be 90 days.
- 19 Substance abuse alone is not defined as a basis for eligibility.
- (c) A resident of an adult foster care facility, a home for
- 21 the aged, a county infirmary, or a substance abuse treatment
- 22 center.
- 23 (d) A person receiving 30-day postresidential substance abuse
- 24 treatment.
- 25 (e) A person diagnosed as having acquired immunodeficiency
- 26 syndrome.
- 27 (f) A person receiving special education services through the

- 1 local intermediate school district.
- 2 (g) A caretaker of a disabled person who meets the
- 3 requirements specified in subdivision (a), (b), (e), or (f).
- 4 (2) Applicants for and recipients of the state disability
- 5 assistance program shall be considered needy if they:
- 6 (a) Meet the same asset test as is applied for the family
- 7 independence program.
- 8 (b) Have a monthly budgetable income that is less than the
- 9 payment standards.
- 10 (3) Except for a person described in subsection (1)(c) or (d),
- 11 a person is not disabled for purposes of this section if his or her
- 12 drug addiction or alcoholism is a contributing factor material to
- 13 the determination of disability. "Material to the determination of
- 14 disability" means that, if the person stopped using drugs or
- 15 alcohol, his or her remaining physical or mental limitations would
- 16 not be disabling. If his or her remaining physical or mental
- 17 limitations would be disabling, then the drug addiction or
- 18 alcoholism is not material to the determination of disability and
- 19 the person may receive state disability assistance. Such a person
- 20 must actively participate in a substance abuse treatment program,
- 21 and the assistance must be paid to a third party or through vendor
- 22 payments. For purposes of this section, substance abuse treatment
- 23 includes receipt of inpatient or outpatient services or
- 24 participation in alcoholics anonymous or a similar program.
- 25 (4) A refugee or asylee who loses his or her eligibility for
- 26 the federal supplemental security income program by virtue of
- 27 exceeding the maximum time limit for eligibility as delineated in 8

- 1 USC 1612 and who otherwise meets the eligibility criteria under
- 2 this section shall be eligible to receive benefits under the state
- 3 disability assistance program.
- 4 Sec. 605. The level of reimbursement provided to state
- 5 disability assistance recipients in licensed adult foster care
- 6 facilities shall be the same as the prevailing supplemental
- 7 security income rate under the personal care category.
- 8 Sec. 606. County department offices shall require each
- 9 recipient of family independence program and state disability
- 10 assistance who has applied with the social security administration
- 11 for supplemental security income to sign a contract to repay any
- 12 assistance rendered through the family independence program or
- 13 state disability assistance program upon receipt of retroactive
- 14 supplemental security income benefits.
- Sec. 607. (1) The department's ability to satisfy
- 16 appropriation deductions in part 1 for state disability
- 17 assistance/supplemental security income recoveries and public
- 18 assistance recoupment revenues shall not be limited to recoveries
- 19 and accruals pertaining to state disability assistance, or family
- 20 independence assistance grant payments provided only in the current
- 21 fiscal year, but may include revenues collected during the current
- 22 year that are prior year related and not a part of the department's
- 23 accrued entries.
- 24 (2) The department may use supplemental security income
- 25 recoveries to satisfy the deduct in any line in which the revenues
- 26 are appropriated, regardless of the source from which the revenue
- is recovered.

- 1 Sec. 608. Adult foster care facilities providing domiciliary
- 2 care or personal care to residents receiving supplemental security
- 3 income or homes for the aged serving residents receiving
- 4 supplemental security income shall not require those residents to
- 5 reimburse the home or facility for care at rates in excess of those
- 6 legislatively authorized. To the extent permitted by federal law,
- 7 adult foster care facilities and homes for the aged serving
- 8 residents receiving supplemental security income shall not be
- 9 prohibited from accepting third-party payments in addition to
- 10 supplemental security income provided that the payments are not for
- 11 food, clothing, shelter, or result in a reduction in the
- 12 recipient's supplemental security income payment.
- Sec. 609. The state supplementation level under the
- 14 supplemental security income program for the personal care/adult
- 15 foster care and home for the aged categories shall not be reduced
- 16 during the current fiscal year. The legislature shall be notified
- 17 not less than 30 days before any proposed reduction in the state
- 18 supplementation level.
- 19 Sec. 610. (1) In developing good cause criteria for the state
- 20 emergency relief program, the department shall grant exemptions if
- 21 the emergency resulted from unexpected expenses related to
- 22 maintaining or securing employment.
- (2) For purposes of determining housing affordability
- 24 eligibility for state emergency relief, a group is considered to
- 25 have sufficient income to meet ongoing housing expenses if their
- 26 total housing obligation does not exceed 75% of their total net
- income.

- 1 (3) State emergency relief payments shall not be made to
- 2 individuals who have been found guilty of fraud in regard to
- 3 obtaining public assistance.
- 4 (4) State emergency relief payments shall not be made
- 5 available to persons who are out-of-state residents or illegal
- 6 immigrants.
- 7 (5) State emergency relief payments for rent assistance shall
- 8 be distributed directly to landlords and shall not be added to
- 9 Michigan bridge cards.
- 10 Sec. 613. The department shall provide reimbursements for the
- 11 final disposition of indigent persons if the deceased's remains
- 12 have not been claimed by a person having the right to control the
- 13 disposition of the body regardless of whether there is no person
- 14 with that right, the person cannot be located, or the person fails
- 15 or refuses to exercise that right. The maximum allowable
- 16 reimbursement for the final disposition shall be \$800.00. In
- 17 addition, reimbursement for a cremation permit fee of up to \$75.00
- 18 and for mileage at the standard rate will also be made available
- 19 for an eligible cremation. The reimbursements under this section
- 20 shall be used for disposal by cremation unless the deceased's
- 21 expressed religious preference prohibits cremation.
- 22 Sec. 614. The funds available in part 1 for burial services
- 23 shall be available if the deceased was an eligible recipient and an
- 24 application for emergency relief funds was made within 10 business
- 25 days of the burial or cremation of the deceased person. Each
- 26 provider of burial services shall be paid directly by the
- 27 department.

- 1 Sec. 615. Except as required by federal law or regulations,
- 2 funds appropriated in part 1 shall not be used to provide public
- 3 assistance to a person who is an illegal alien. This section shall
- 4 not prohibit the department from entering into contracts with food
- 5 banks, emergency shelter providers, or other human services
- 6 agencies who may, as a normal part of doing business, provide food
- 7 or emergency shelter.
- 8 Sec. 619. (1) Subject to subsection (2), the department shall
- 9 exempt from the denial of title IV-A assistance and food assistance
- 10 benefits under 21 USC 862a any individual who has been convicted of
- 11 a felony that included the possession, use, or distribution of a
- 12 controlled substance, after August 22, 1996, provided that the
- 13 individual is not in violation of his or her probation or parole
- 14 requirements. Benefits shall be provided to such individuals as
- 15 follows:
- 16 (a) A third-party payee or vendor shall be required for any
- 17 cash benefits provided.
- 18 (b) An authorized representative shall be required for food
- 19 assistance receipt.
- 20 (2) Subject to federal approval, an individual is not entitled
- 21 to the exemption in this section if the individual was convicted in
- 22 2 or more separate cases of a felony that included the possession,
- 23 use, or distribution of a controlled substance after August 22,
- **24** 1996.
- 25 Sec. 620. The department shall establish a work group to
- 26 explore if privatization of Medicaid eligibility determination
- 27 would lead to increased efficiencies and budgetary savings. The

- 1 work group shall include, but not be limited to, the department and
- 2 members of the legislature.
- 3 Sec. 643. As a condition of receipt of federal TANF funds,
- 4 homeless shelters and human services agencies shall collaborate
- 5 with the department to obtain necessary TANF eligibility
- 6 information on families as soon as possible after admitting a
- 7 family to the homeless shelter. From the funds appropriated in part
- 8 1 for homeless programs, the department is authorized to make
- 9 allocations of TANF funds only to the agencies that report
- 10 necessary data to the department for the purpose of meeting TANF
- 11 eligibility reporting requirements. Homeless shelters or human
- 12 services agencies that do not report necessary data to the
- 13 department for the purpose of meeting TANF eligibility reporting
- 14 requirements will not receive reimbursements which exceed the per
- 15 diem amount they received in fiscal year 2000. The use of TANF
- 16 funds under this section should not be considered an ongoing
- 17 commitment of funding.
- 18 Sec. 644. The department shall prioritize the money
- 19 appropriated in part 1 for homeless programs to support regional
- 20 homeless shelters that offer wraparound services in cases where
- 21 shelters have a lower cost per night than an alternative emergency
- 22 shelter.
- Sec. 645. An individual or family is considered homeless, for
- 24 purposes of eligibility for state emergency relief, if living
- 25 temporarily with others in order to escape domestic violence. For
- 26 purposes of this section, domestic violence is defined and verified
- 27 in the same manner as in the department's policies on good cause

- 1 for not cooperating with child support and paternity requirements.
- 2 Sec. 653. From the funds appropriated in part 1 for food
- 3 assistance, an individual who is the victim of domestic violence
- 4 and does not qualify for any other exemption may be exempt from the
- 5 3-month in 36-month limit on receiving food assistance under 7 USC
- 6 2015. This exemption can be extended an additional 3 months upon
- 7 demonstration of continuing need.
- 8 Sec. 660. From the funds appropriated in part 1 for food bank
- 9 funding, the department is authorized to make allocations of TANF
- 10 funds only to the agencies that report necessary data to the
- 11 department for the purpose of meeting TANF eligibility reporting
- 12 requirements. The agencies that do not report necessary data to the
- 13 department for the purpose of meeting TANF eligibility reporting
- 14 requirements will not receive allocations in excess of those
- 15 received in fiscal year 2000. The use of TANF funds under this
- 16 section should not be considered an ongoing commitment of funding.
- Sec. 669. The department shall allocate up to \$2,880,000.00
- 18 for the annual clothing allowance. The allowance shall be granted
- 19 to all eligible children in a family independence program group
- 20 that does not include an adult.
- 21 Sec. 670. By March 1 of the current fiscal year, the
- 22 department shall submit a report to the house and senate
- 23 subcommittees on the department budget and house and senate fiscal
- 24 agencies and policy offices regarding child development and care
- 25 program activities in the previous fiscal year. The report shall
- 26 include the following:
- 27 (a) The amount of child care payments made by the parents for

- 1 child care charges, by provider type, not paid by the department's
- 2 child development and care subsidy.
- 3 (b) The number of enrolled child care providers with a
- 4 reported annual household income of \$15,000.00 or less.
- 5 (c) The number of enrolled child care providers with a
- 6 reported annual household income of more than \$15,000.00 but not
- 7 more than \$25,000.00.
- 8 (d) The number of enrolled child care providers with a
- 9 reported annual household income of more than \$25,000.00 but not
- **10** more than \$35,000.00.
- (e) The number of enrolled child care providers with a
- reported annual household income of more than \$35,000.00.
- Sec. 672. (1) The department's office of inspector general
- 14 shall report to the senate and house of representatives
- 15 appropriations subcommittees on the department budget, the senate
- 16 and house fiscal agencies, and the senate and house policy offices
- 17 by May 1 of the current fiscal year on department efforts to reduce
- 18 inappropriate use of Michigan bridge cards. The department shall
- 19 provide information on the number of recipients of services who
- 20 used their electronic benefit transfer card inappropriately and the
- 21 current status of each case.
- 22 (2) As used in this section, "inappropriate use" means not
- 23 used to meet a family's ongoing basic needs, including food,
- 24 clothing, shelter, utilities, household goods, personal care items,
- 25 and general incidentals.
- Sec. 673. (1) The department shall immediately send
- 27 notification to a client participating in the state child

- 1 development and care program and his or her child care provider if
- 2 the client's eligibility is reduced or eliminated.
- 3 (2) If the department fails to notify a provider as required
- 4 by subsection (1), the department shall continue to pay for
- 5 services by the provider to the day of the notice.
- 6 (3) By March 1 of the current fiscal year, the department
- 7 shall submit a report to the senate and house appropriations
- 8 subcommittees for the department budget and the senate and house
- 9 fiscal agencies and policy offices on any additional expenditures
- 10 paid to child care providers as a result of the requirements in
- 11 subsection (2).
- 12 Sec. 677. The department shall establish a state goal for the
- 13 percentage of family independence program (FIP) cases involved in
- 14 employment activities. The percentage established shall not be less
- 15 than 50%. On a quarterly basis, the department shall report to the
- 16 senate and house appropriations subcommittees on the department
- 17 budget, the senate and house fiscal agencies and policy offices,
- 18 and the state budget director on the current percentage of FIP
- 19 cases involved in JET employment activities and an estimate of the
- 20 current percentage of FIP cases that meet federal work
- 21 participation requirements. If the FIP case percentage is below the
- 22 goal for more than 2 consecutive quarters, the department shall
- 23 develop a plan to increase the percentage of FIP cases involved in
- 24 employment-related activities. The department shall deliver the
- 25 plan during the next annual budget presentation to the senate and
- 26 house appropriations subcommittees on the department budget.
- 27 Sec. 680. (1) It is the intent of the legislature that the

- 1 department achieve \$7,000,000.00 in savings through the child
- 2 development and care program by revising the maximum number of
- 3 reimbursable hours per recipient.
- 4 (2) It is the intent of the legislature that the department
- 5 achieve \$5,000,000.00 in savings through the child development and
- 6 care program by improving the error rates for income verification
- 7 and income eligibility.
- 8 Sec. 686. (1) The department shall ensure that program policy
- 9 requires caseworkers to confirm that individuals presenting
- 10 personal identification issued by another state seeking assistance
- 11 through the family independence program, food assistance program,
- 12 state disability assistance program, or medical assistance program
- 13 are not receiving benefits from any other state.
- 14 (2) The department shall require caseworkers to confirm the
- 15 address provided by any individual seeking family independence
- 16 program benefits or state disability assistance benefits.
- 17 (3) The department shall prohibit individuals with property
- 18 assets assessed at a value higher than \$500,000.00 from accessing
- 19 assistance through department-administered programs, unless such a
- 20 prohibition would violate federal rules and guidelines.
- 21 (4) The department shall require caseworkers to obtain an up-
- 22 to-date telephone number during the eligibility determination or
- 23 redetermination process for individuals seeking medical assistance
- 24 benefits. On a monthly basis, the department shall provide the
- 25 department of community health an updated list of telephone numbers
- 26 for medical assistance recipients.
- 27 Sec. 696. From the money appropriated in part 1, the

- 1 department shall allocate \$100,000.00 to the Chaldean community
- 2 foundation. This money shall be utilized to provide translation
- 3 services, health care services, youth tutoring and mentoring
- 4 programs, and refugee resettlement services.

## 5 JUVENILE JUSTICE SERVICES

- 6 Sec. 706. Counties shall be subject to 50% chargeback for the
- 7 use of alternative regional detention services, if those detention
- 8 services do not fall under the basic provision of section 117e of
- 9 the social welfare act, 1939 PA 280, MCL 400.117e, or if a county
- 10 operates those detention services programs primarily with
- 11 professional rather than volunteer staff.
- 12 Sec. 707. In order to be reimbursed for child care fund
- 13 expenditures, counties are required to submit department-developed
- 14 reports to enable the department to document potential federally
- 15 claimable expenditures. This requirement is in accordance with the
- 16 reporting requirements specified in section 117a(7) of the social
- 17 welfare act, 1939 PA 280, MCL 400.117a.
- 18 Sec. 708. (1) As a condition of receiving money appropriated
- 19 in part 1 for the child care fund line item, by December 15 of the
- 20 current fiscal year, counties shall have an approved service
- 21 spending plan for the current fiscal year. Counties must submit the
- 22 service spending plan to the department by October 1 of the current
- 23 fiscal year for approval. The department shall approve within 30
- 24 calendar days after receipt a properly completed service plan that
- 25 complies with the requirements of the social welfare act, 1939 PA
- 26 280, MCL 400.1 to 400.119b.

- 1 (2) The department shall provide a report on the number of
- 2 counties that fail to submit a service spending plan by October 1
- 3 of the current fiscal year. The report shall be submitted to the
- 4 house and senate appropriations subcommittees on the department
- 5 budget, the house and senate fiscal agencies, and the house and
- 6 senate policy offices by December 15 of the current fiscal year.
- 7 Sec. 710. The department, the county of Wayne, and the third
- 8 circuit court may rewrite the memorandum of understanding (MOU)
- 9 that permits the county of Wayne to manage its juvenile justice
- 10 system so that the MOU takes into account all interested parties,
- 11 including, but not limited to, the legislature.
- Sec. 717. (1) The department shall contract using private
- 13 revenues with the Michigan public health institute to conduct a
- 14 behavioral health study of juvenile justice facilities operated or
- 15 contracted for by the state. The study shall utilize diagnostic
- 16 clinical interviews with and records reviews for a representative
- 17 random sample of juvenile justice system detainees to develop a
- 18 report on each of the following:
- 19 (a) The proportion of juvenile justice detainees with a
- 20 primary diagnosis of emotional disorder, the percentage of those
- 21 detainees considered to currently require mental health treatment,
- 22 and the proportion of those detainees currently receiving mental
- 23 health services, including a description and breakdown,
- 24 encompassing, at a minimum, the categories of inpatient,
- 25 residential, and outpatient care, of the type of mental health
- 26 services provided to those detainees.
- 27 (b) The proportion of juvenile justice detainees with a

- 1 primary diagnosis of addiction disorder, the percentage of those
- 2 detainees considered to currently require substance abuse
- 3 treatment, and the proportion of those detainees currently
- 4 receiving substance abuse services, including a description and
- 5 breakdown, encompassing, at a minimum, the categories of
- 6 residential and outpatient care, of the type of substance abuse
- 7 services provided to those detainees.
- 8 (c) The proportion of juvenile justice detainees with a dual
- 9 diagnosis of emotional disorder and addiction disorder, the
- 10 percentage of those detainees considered to currently require
- 11 treatment for their condition, and the proportion of those
- 12 detainees currently receiving that treatment, including a
- 13 description and breakdown, encompassing, at a minimum, the
- 14 categories of mental health inpatient, mental health residential,
- 15 mental health outpatient, substance abuse residential, and
- 16 substance abuse outpatient, of the type of treatment provided to
- 17 those detainees.
- (d) Data indicating whether juvenile justice detainees with a
- 19 primary diagnosis of emotional disorder, a primary diagnosis of
- 20 addiction disorder, and a dual diagnosis of emotional disorder and
- 21 addiction disorder were previously hospitalized in a state
- 22 psychiatric hospital for persons with mental illness. These data
- 23 shall be broken down according to each of these 3 respective
- 24 categories.
- (e) Data indicating whether and with what frequency juvenile
- 26 justice detainees with a primary diagnosis of emotional disorder, a
- 27 primary diagnosis of addiction disorder, and a dual diagnosis of

- 1 emotional disorder and addiction disorder have been detained
- 2 previously. These data shall be broken down according to each of
- 3 these 3 respective categories.
- 4 (f) Data classifying the types of offenses historically
- 5 committed by juvenile justice detainees with a primary diagnosis of
- 6 emotional disorder, a primary diagnosis of addiction disorder, and
- 7 a dual diagnosis of emotional disorder and addiction disorder.
- 8 These data shall be broken down according to each of these 3
- 9 respective categories.
- 10 (g) Data indicating whether juvenile justice detainees have
- 11 previously received services managed by a community mental health
- 12 program or substance abuse coordinating agency. These data shall be
- 13 broken down according to the respective categories of detainees
- 14 with a primary diagnosis of emotional disorder, a primary diagnosis
- 15 of addiction disorder, and a dual diagnosis of emotional disorder
- 16 and addiction disorder.
- 17 (2) The report referenced under subsection (1) would be
- 18 provided not later than June 30 of the current fiscal year to the
- 19 senate and house appropriations subcommittees on human services,
- 20 the senate and house fiscal agencies and policy offices, and the
- 21 state budget director.
- 22 Sec. 719. The department shall notify the legislature at least
- 23 30 days before closing or making any change in the status,
- 24 including the licensed bed capacity and operating bed capacity, of
- 25 a state juvenile justice facility.
- 26 Sec. 724. The department shall establish a work group to study
- 27 the feasibility of contracting out the juvenile justice secure

- 1 treatment beds for males and females operated by the department's
- 2 bureau of juvenile justice to private nonprofit child caring
- 3 institutions that are nationally accredited and licensed in this
- 4 state. The work group shall include, but not be limited to, the
- 5 department, members of the house and senate appropriations
- 6 subcommittees on the department budget, and representatives of 2
- 7 statewide organizations whose members consist of private nonprofit
- 8 child caring institutions.

## LOCAL OFFICE SERVICES

- 10 Sec. 750. The department shall maintain out-stationed
- 11 eligibility specialists in community-based organizations, community
- 12 mental health agencies, nursing homes, and hospitals unless a
- 13 community-based organization, community mental health agency,
- 14 nursing home, or hospital requests that the program be discontinued
- 15 at its facility.

9

- Sec. 753. By January 1, 2012, the department shall implement
- 17 the recommendations of the 2004 public private partnership
- 18 initiative's training committee to define, design, and implement a
- 19 train-the-trainer program to certify private agency staff to
- 20 deliver child welfare staff training, explore the use of e-learning
- 21 technologies, and include consumers in the design and
- 22 implementation of training. The intent of the legislature is to
- 23 reduce training and travel costs for both the department and the
- 24 private agencies. The department shall report no later than
- 25 December 1 of the current fiscal year on each specific policy
- 26 change made to implement enacted legislation and the plans to

- 1 implement the recommendations, including timelines, to the senate
- 2 and house appropriations subcommittees on the department budget,
- 3 the senate and house standing committees on human services matters,
- 4 the senate and house fiscal agencies and policy offices, and the
- 5 state budget director.

6

# CHILD SUPPORT ENFORCEMENT

- 7 Sec. 901. (1) The appropriations in part 1 assume a total
- 8 federal child support incentive payment of \$26,500,000.00.
- 9 (2) From the federal money received for child support
- 10 incentive payments, \$12,000,000.00 shall be retained by the state
- 11 and expended for child support program expenses.
- 12 (3) From the federal money received for child support
- incentive payments, \$14,500,000.00 shall be paid to the counties
- 14 based on each county's performance level for each of the federal
- performance measures as established in 45 CFR 305.2.
- 16 (4) If the child support incentive payment to the state from
- 17 the federal government is greater than \$26,500,000.00, then 100% of
- 18 the excess shall be retained by the state and is appropriated until
- 19 the total retained by the state reaches \$15,397,400.00.
- (5) If the child support incentive payment to the state from
- 21 the federal government is greater than the amount needed to satisfy
- 22 the provisions identified in subsections (1), (2), (3), and (4),
- 23 the additional funds shall be subject to appropriation by the
- 24 legislature.
- 25 (6) If the child support incentive payment to the state from
- 26 the federal government is less than \$26,500,000.00, then the state

- 1 and county share shall each be reduced by 50% of the shortfall.
- 2 Sec. 909. (1) If statewide retained child support collections
- 3 exceed \$38,300,000.00, 75% of the amount in excess of
- 4 \$38,300,000.00 is appropriated to legal support contracts. This
- 5 excess appropriation may be distributed to eligible counties to
- 6 supplement and not supplant county title IV-D funding.
- 7 (2) Each county whose retained child support collections in
- 8 the current fiscal year exceed its fiscal year 2004-2005 retained
- 9 child support collections, excluding tax offset and financial
- 10 institution data match collections in both the current year and
- 11 fiscal year 2004-2005, shall receive its proportional share of the
- **12** 75% excess.
- Sec. 910. (1) If title IV-D-related child support collections
- 14 are escheated, the state budget director is authorized to adjust
- 15 the sources of financing for the funds appropriated in part 1 for
- 16 legal support contracts to reduce federal authorization by 66% of
- 17 the escheated amount and increase general fund/general purpose
- 18 authorization by the same amount. This budget adjustment is
- 19 required to offset the loss of federal revenue due to the escheated
- 20 amount being counted as title IV-D program income in accordance
- 21 with federal regulations at 45 CFR 304.50.
- 22 (2) The department shall notify the chairs of the house and
- 23 senate appropriations subcommittees on the department budget and
- 24 the house and senate fiscal agencies within 15 days of the
- 25 authorization adjustment in subsection (1).

#### 26 COMMUNITY ACTION AND ECONOMIC OPPORTUNITY

- 1 Sec. 1103. (1) The department shall establish a work group to
- 2 develop a more efficient way to administer state emergency relief,
- 3 low income home energy assistance program, and weatherization. The
- 4 work group shall include, but not be limited to, the department and
- 5 members of the legislature.
- 6 (2) By April 1, 2012, the department shall report to the
- 7 senate and house appropriations subcommittees on the department
- 8 budget, the senate and house fiscal agencies, and the senate and
- 9 house policy offices on the findings of the work group established
- 10 in subsection (1).
- 11 Sec. 1105. The department shall report to the house and senate
- 12 appropriations subcommittees on the department budget, the house
- 13 and senate fiscal agencies, the house and senate policy offices,
- 14 and the state budget office by February 1 of the current fiscal
- 15 year on the number of homes, the approximate value of each home,
- 16 and the square footage of each home weatherized through the
- 17 appropriations in section 104 during the preceding quarter of the
- 18 calendar year.
- 19 PART 2A
- 20 PROVISIONS CONCERNING ANTICIPATED APPROPRIATIONS
- 21 FOR FISCAL YEAR 2012-2013

# 22 GENERAL SECTIONS

- Sec. 1201. It is the intent of the legislature to provide
- 24 appropriations for the fiscal year ending on September 30, 2013 for
- 25 the line items listed in part 1. The fiscal year 2012-2013
- 26 appropriations are anticipated to be the same as those for fiscal

- 1 year 2011-2012, except that the line items will be adjusted for
- changes in caseload and related costs, federal fund match rates, 2
- economic factors, and available revenue. These adjustments will be 3
- 4 determined after the January 2012 consensus revenue estimating
- 5 conference.