

FY 2015-16: DEPARTMENT OF HUMAN SERVICES
Summary: As Reported by House Subcommittee
House Bill 4109 (H-1) Draft 1



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IDG/IDT	FY 2014-15 YTD as of 3/12/15	FY 2015-16 Executive	FY 2015-16 House	FY 2015-16 Senate	FY 2015-16 Enacted	Difference: House From FY 2014-15 YTD	
						Amount	%
	\$21,545,900	\$24,260,300	\$24,260,300			\$2,714,400	12.6
Federal	4,540,108,400	4,542,043,600	4,539,536,800			(571,600)	0.0
Local	41,937,700	45,441,300	45,441,300			3,503,600	8.4
Private	19,469,900	26,356,900	26,356,900			6,887,000	35.4
Restricted	117,624,300	117,333,400	117,333,400			(290,900)	-0.2
GF/GP	981,155,500	978,891,000	968,456,400			(12,699,100)	-1.3
Gross	\$5,721,841,700	\$5,734,326,500	\$5,721,385,100			(\$456,600)	0.0
FTEs	12,208.5	12,043.9	12,040.9			(167.6)	-1.4

Notes: (1) FY 2014-15 adjusted year-to-date figures include mid-year budget adjustments through March 12, 2015 (including Executive Order 2015-5 and House Bill 4112). (2) Appropriation figures for all years include all proposed appropriation amounts, including amounts designated as "one-time."

Overview

The Department of Human Services (DHS) administers a wide range of programs and services to assist Michigan's most vulnerable families, including public assistance programs that provide direct cash support as well as assistance with food and emergency needs. The DHS is also charged with protecting children and assisting families by administering foster care, adoption, and family preservation programs, and by enforcing child support laws. The DHS is also responsible for delivering juvenile justice services, for Michigan Rehabilitation Services, and for licensing day care, adult foster care, and child welfare agencies in the state.

Major Budget Changes From FY 2014-15 YTD Appropriations

1. Public Assistance Caseload Adjustments

Increases funding for public assistance programs by \$11.8 million Gross (reduction of \$2.4 million GF/GP) as follows:

- Food Assistance Program (FAP) is increased \$13.7 million Gross (\$0 GF/GP) adjusting the monthly caseload estimate to 847,700 cases at \$252 per month.
- Family Independence Program (FIP) is reduced \$1.7 million Gross (\$1.7 million GF/GP) from 32,300 cases at \$363 per month to 31,400 cases at \$361 per month.
- State Disability Assistance (SDA) program is reduced \$770,400 Gross (GF/GP reduced \$1.3 million) from 6,450 cases at \$212 per month to 5,800 cases at \$214 per month.
- State Supplementation program is increased \$601,300 GF/GP from 279,100 cases at \$18.75 per month to 280,600 cases at \$18.75 per month.

	FY 2014-15 Year-to-Date (as of 3/12/15)	FY 2015-16 House Change
Gross	NA	\$11,816,600
Federal	NA	13,719,100
Restricted	NA	508,700
GF/GP	NA	(\$2,411,200)

Major Budget Changes From FY 2014-15 YTD Appropriations	FY 2014-15 Year-to-Date (as of 3/12/15)	FY 2015-16 House Change
2. Child Welfare Caseload Adjustments		
Increases funding for child welfare programs \$2.7 million Gross (\$1.3 million GF/GP) as follows:		
• Increases foster care caseload costs by \$2.7 million Gross (\$1.1 million GF/GP), in addition to FY 2014-15 supplemental reduction of \$4.2 million Gross (\$4.3 million GF/GP), for a total net reduction of \$1.4 million Gross (increase of \$5.4 million GF/GP) compared to the original FY 2014-15 budget. Because of the data system conversion, caseload forecast retains the consensus estimate for FY 2016 of 6,500 cases and annual cost per case estimate of \$27,085.	Gross	NA
	Federal	NA
	Local	NA
	Private	NA
	GF/GP	NA
		\$2,730,900
		1,141,900
		254,100
		37,700
		\$1,297,200
3. Foster Care Rate Reductions		
<u>Executive</u> reduces funding by a total of \$8.8 million Gross (\$7.1 million GF/GP) through two changes: (1) \$3.7 million Gross (\$3.3 million GF/GP) reduction from rescinding the FY 2014-15 increase for private residential rate foster care payments. DHS was required by statute to pay 100% of increase; this provision sunsets at the end of FY 2014-15. (2) \$5.1 million Gross (\$3.8 million GF/GP) reduction from rescinding a \$3 per day administrative rate increase for foster care services provided by child placing agencies; private agency daily administrative rates reduced from \$40 to \$37. <u>House</u> does not include reductions and retains current-year funding levels for both programs.		
	Gross	NA
	Federal	NA
	GF/GP	NA
		\$0
		0
		\$0
4. Adoption Subsidies Re-Determination of Care Program		
<u>Executive</u> continues a FY 2014-15 reduction of \$6.9 million Gross (\$6.5 million GF/GP) contained in EO 2015-5 to reduce the funding for the Adoption Re-Determination of Care Program; program allows eligible adoptive parents to request a redetermination of payments for certain children with special needs after an agreement has been finalized; reduces program funding to \$1.0 million. <u>House</u> eliminates remaining \$1.0 million GF/GP funding for program.		
	Gross	\$1,000,000
	Federal	0
	GF/GP	\$1,000,000
		(\$1,000,000)
		0
		(\$1,000,000)
5. Child Care Fund Administrative Rates – County Hold Harmless Provision		
<u>Executive</u> reduces funding by \$3.4 million GF/GP by rescinding the county hold harmless provision requiring DHS to pay 100% of the foster care administrative rate to private agencies for all new cases referred to service providers beginning October 1, 2013; <u>Executive</u> retains \$1.6 million to fund cases transferred back to public sector. <u>House</u> does not include reduction and funds the county hold harmless policy at current-year level.		
	Gross	\$5,000,000
	GF/GP	\$5,000,000
		\$0
		\$0
6. Family Independence Program		
<u>Executive</u> reduces funding by a total of \$1.7 million Gross (\$1.7 million GF/GP) through the following three changes: (1) the elimination of the Extended Family Independence Program (EFIP), which provided \$10 per month benefit for six months as clients exited FIP program (\$116.4 GF/GP savings); (2) elimination of the Short Term Family Support Program, a short-term diversion program for families that could become eligible for ongoing FIP benefits (\$726,200 GF/GP savings); (3) new requirement of pre-assistance cooperation with child support before clients can receive public assistance benefits (\$900,300 Gross/\$889,200 GF/GP). <u>House</u> concurs with Executive.		
	Gross	NA
	Federal	NA
	GF/GP	NA
		(\$1,742,900)
		(11,100)
		(\$1,731,800)
7. Centers for Independent Living		
<u>Executive</u> reduces funding by \$1.5 million GF/GP for Centers for Independent Living which provide core independent living services for persons with disabilities. <u>House</u> concurs with Executive and includes an additional \$200,000 GF/GP reduction.		
	Gross	\$6,488,600
	Federal	2,818,600
	Private	100,000
	GF/GP	\$3,570,000
		(\$1,700,000)
		0
		0
		(\$1,700,000)

Major Budget Changes From FY 2014-15 YTD Appropriations		FY 2014-15 Year-to-Date (as of 3/12/15)	FY 2015-16 House Change
8. One-Time Funding: Eliminate FY 2014-15 Appropriations	Gross	\$5,150,000	(\$5,150,000)
<u>Executive</u> discontinues FY 2014-15 one-time appropriations of \$5.2 million GF/GP for Child Support Enforcement Operations, Legal Support Contracts, MRS, Flint Catholic Charities, Performance Based Funding Implementation, Private Child Welfare IT Services, Fostering Futures Endowment, JJ In-Home Community Care Grants, Food Banks, Michigan Reading Corps, and Parent-to-Parent Adoption Support Services. <u>House</u> concurs with Executive.	GF/GP	\$5,150,000	(\$5,150,000)
9. Eliminate IDG Funding for Swift and Sure Program	FTE	526.0	0.0
<u>Executive</u> reduces IDG funding by \$3.0 million to reflect the elimination of funding from the Corrections budget for the Swift and Sure Punishment program within the Michigan Rehabilitation Services Program for re-entry services for former prisoners. <u>House</u> concurs with Executive.	Gross	\$149,289,700	(\$3,000,000)
	IDG	3,000,000	(3,000,000)
	Federal	123,368,000	0
	Local	6,539,100	0
	Private	1,846,000	0
	Restricted	1,592,300	0
	GF/GP	\$12,944,300	\$0
10. Office Closures and Consolidations	Gross	NA	(\$5,331,000)
<u>Executive</u> reduces funding by \$5.3 million Gross (\$2.2 million GF/GP) through the closure and consolidation of targeted DHS facilities and the use of the community partner network facilities for certain county offices. <u>House</u> concurs with Executive.	Federal	NA	(3,146,000)
	GF/GP	NA	(\$2,185,000)
11. Other Program Reductions	Gross	NA	(\$2,865,000)
<u>Executive</u> reduces funding by 2.9 million Gross (\$1.3 million GF/GP) from changing to electronic notifications for MiBridges and Child Support billing coupons by offering clients option of electronic correspondence. <u>House</u> concurs with Executive.	Federal	NA	(1,550,100)
	GF/GP	NA	(\$1,314,900)
12. Budgetary Savings: Staffing Reductions	FTE	0.0	(332.0)
<u>Executive</u> rolls out the \$7.5 million GF/GP staffing reductions line item in FY 2014-15 to various line items within the DHS budget. The roll out is achieved through the following steps: First, 332.0 FTE positions are removed saving \$13.8 million Gross (\$4.5 million GF/GP). Second, \$3.0 million TANF federal block grant funding is used to offset \$3.0 million GF/GP. <u>House</u> concurs with Executive.	Gross	(\$7,500,000)	(\$6,296,800)
	Federal	0	(6,291,700)
	Local	0	(5,100)
	GF/GP	(\$7,500,000)	0
13. Adjustments to Current Services Baseline	FTE	NA	(81.7)
<u>Executive</u> adjusts funding by decreasing federal funding by \$8.7 million and increasing GF/GP spending by \$8.7 million to align line item appropriations with projected spending and available revenues; also adjusts FTE allocations to align with supportable positions (81.7); discontinues \$7.0 million one-time fund source shift from GF/GP to TANF federal funding. <u>House</u> concurs with Executive.	Gross	NA	\$0
	Federal	NA	(15,650,400)
	Private	NA	(90,000)
	GF/GP	NA	\$15,740,400
14. Michigan Rehabilitation Services (MRS)	FTE	526.0	0.0
<u>Executive</u> includes \$1.3 million GF/GP funding to replace the \$1.3 million GF/GP reduction in EO 2015-5 to allow MRS to draw down sufficient federal funds to maintain current services. <u>House</u> reduces GF/GP by \$1.7 million.	Gross	\$149,289,700	(\$1,700,000)
	IDG	3,000,000	0
	Federal	123,368,000	0
	Local	6,539,100	0
	Private	1,846,000	0
	Restricted	1,592,300	0
	GF/GP	\$12,944,300	(\$1,700,000)
15. Child Care Licensing (CCL)	FTE	NA	39.0
<u>Executive</u> provides \$5.7 million Gross and 39.0 FTEs to increase the number of CCL consultants and management staff to align the state's consultant-to-caseload ratio with the national average (1 consultant: 98 programs). Current caseload ratio is estimated to be 1:150; program funded through a federally funded IDG from Michigan Department of Education. <u>House</u> concurs with Executive.	Gross	NA	\$5,661,500
	IDG	NA	5,661,500
	GF/GP	NA	\$0

Major Budget Changes From FY 2014-15 YTD Appropriations	FY 2014-15 Year-to-Date (as of 3/12/15)	FY 2015-16 House Change
16. Donated Funds Positions	FTE 338.0	200.0
<u>Executive</u> provides \$20.6 million Gross (\$0 GF/GP) to expand donated funds positions by 200 FTEs. These caseworkers would be located based on the requests of adult placement and independent living settings, federally qualified health clinics, hospitals with high uncompensated costs, and employer-based sites; the entities would expend their own funds to draw down federal funding to cover the personnel costs of caseworkers. <u>House</u> concurs with Executive.	Gross \$39,690,800	\$20,551,200
	IDG 236,400	0
	Federal 20,551,800	10,275,600
	Local 7,644,300	4,110,200
	Private 11,258,300	6,165,400
	GF/GP \$0	\$0
17. Indigent Burial	Gross \$4,300,000	\$100,000
<u>House</u> increases funding by \$100,000 GF/GP.	Federal 300,000	0
	GF/GP \$4,000,000	\$100,000
18. Juvenile Justice Vision 20/20	Gross \$0	\$100
<u>House</u> includes \$100 GF/GP placeholder for the Juvenile Justice Vision 20/20 program that was originally funded in FY 2014-15; funding was eliminated by E.O. 2015-5.	GF/GP \$0	\$100
19. Program Reductions	Gross NA	(\$8,129,700)
<u>House</u> reduces GF/GP funding for the following programs: State Disability Assistance program by \$5.0 million, Homeless programs by \$1.0 million, Children's Trust Fund Administration by \$179,700, Emergency Services Local Office Allocations by \$500,000, Multicultural Integration by \$250,000, Centers for Independent Living by \$200,000, FIP clothing allowance by \$200,000, W.J. Maxey Training School by \$400,000, Juvenile Justice Administration and Maintenance by \$300,000, and Youth In Transition by \$100,000.	GF/GP NA	(\$8,129,700)
20. Family Services Programs	Gross NA	(\$2,750,000)
<u>House</u> reduces federal Temporary Assistance for Needy Families (TANF) funding by \$2.8 million total in the following programs: Family Preservation and Prevention Services by \$1.5 million, Families First by \$500,000, Child Protection and Permanency by \$500,000, and Family Reunification by \$250,000. The \$2.8 million TANF funding was then appropriated in the Family Independence Program line item to offset GF/GP.	Federal NA	0
	GF/GP NA	(\$2,750,000)
21. Departments of Human Service and Community Health Merger Savings	FTE 6.0	(3.0)
<u>House</u> includes the elimination of 3.0 unclassified FTE positions and \$284,500 Gross (\$189,500 GF/GP) reduction due to the proposed merger between the two departments; also includes \$1.9 million Gross (\$1.0 million GF/GP) reduction for anticipated administrative savings as a result of the merger.	Gross \$18,194,300	(\$2,234,500)
	IDG 1,519,300	0
	Federal 10,013,500	(1,045,000)
	GF/GP \$6,661,500	(\$1,189,500)
22. Healthy Michigan Plan Call Center	Gross \$11,976,300	\$1,985,000
<u>Executive</u> restores \$7.6 million Gross (\$2.2 million GF/GP) funding for the Healthy Michigan Plan Call Center to replace the funding reduced in E.O. 2015-5; includes additional \$2.1 million GF/GP for a fund source shift to replace federal funding. <u>House</u> restores \$2.0 million Gross (\$1.4 million GF/GP).	Federal 8,510,700	538,100
	GF/GP \$3,465,600	\$1,446,900
23. Specialized Employment and Training Services Pilot	Gross NA	\$0
<u>Executive</u> includes \$800,000 Gross (\$400,000 GF/GP) one-time funding for an expanded pilot for specialized employment and training services in partnership with Michigan Works! Agencies to provide training for DHS clients with significant employment barriers. <u>House</u> does not include funding.	Federal NA	0
	GF/GP NA	\$0
24. Disability Determination Program Positions	FTE 545.9	16.0
<u>Executive</u> authorizes 16.0 additional FTE positions for Disability Determination Program to reflect supportable FTE positions authorized by the federal Social Security Administration; current federal funding authorization in line item is sufficient to support new positions. <u>House</u> concurs with Executive.	Gross \$107,284,100	\$0
	IDG 173,300	0
	Federal 105,097,400	0
	GF/GP \$2,013,400	\$0

Major Budget Changes From FY 2014-15 YTD Appropriations	FY 2014-15 Year-to-Date (as of 3/12/15)	FY 2015-16 House Change
25. Economic Adjustments	Gross	NA (\$2,478,700)
<u>Executive</u> reflects net cost reduction of \$2.5 million Gross (\$740,800 GF/GP) for negotiated salary and wage amounts (2.0% base increase), insurance rate increases, reductions in actuarially-determined retirement rates, and other economic adjustments. <u>House</u> concurs with Executive.	IDG	(33,000)
	Federal	(1,619,400)
	Local	(51,700)
	Private	(30,000)
	Restricted	(3,800)
	GF/GP	(\$740,800)
26. DHS Budget Restructure	Gross	NA \$0
<u>Executive</u> restructures budget to better align with the organizational structure of the DHS; includes consolidation of budget units and certain line items, as well as recombining program areas differently than current-year. <u>House</u> concurs with Executive with most of the restructuring of the budget, but keeps certain individual line items in current-year form; also includes additional staff line items throughout the budget to identify costs of salary, wages, and benefits associated with programs.	GF/GP	NA \$0

Major Boilerplate Changes From FY 2014-15

Executive Boilerplate Deletions

In general, the Executive Budget deletes a large majority of boilerplate language included in the FY 2014-15 budget. The list below includes major changes to boilerplate, but is not a comprehensive list of all sections proposed to be deleted.

GENERAL SECTIONS

Sec. 218. Local County Travel Costs – NEW

Requires DHS to allocate up to \$100,000 towards reimbursing counties for out-of-pocket travel costs of the local county department board members and county department directors to attend one Michigan County Social Services Association meeting each year; House includes new language.

Sec. 226. Request for Information or Qualification – DELETED

Requires DHS to issue a Request for Information or Qualification before any contract for new services, programs, or concepts in excess of \$1.0 million is approved, also requires DHS to provide the results of the Request for Information or Qualification before approval. Executive deletes language; House concurs with Executive.

Sec. 229. Job Readiness Work Group – REVISED

Requires DHS to conduct a work group with Treasury and the Legislature to align spending on Michigan Works job readiness programs with the declining family independence program caseload; requires report on work group findings. Executive deletes language; House revises language to ask for the report if not received in previous year.

Sec. 264. DHS Employee Communication With Legislature – RETAINED

Prohibits disciplinary action by DHS against employees for communicating with a legislator or legislative staff. Executive deletes language; House retains language.

Sec. 291. E-Verify – DELETED

Requires DHS to use E-Verify to verify that new employees and new contractors are legally present in the United States; requires report on number of employees found to not be legally present in the United States. Executive deletes language; House concurs with Executive.

Sec. 292. Department of Human Services and Department of Community Health Merger – NEW

Requires DHS to report on the status of the proposed merger of the two departments authorized by E.O. 2015-4 by the first day of each month. Report shall include the current status of FTE positions, facilities, services, efficiencies, and estimated savings or costs associated with the merger; House includes new language.

Sec. 295. Late Boilerplate Reporting Penalty – DELETED

Reduces appropriations by \$150,000 if DHS fails to provide boilerplate reports and other required data within 30 days after due date. Executive deletes language; House concurs with Executive.

Sec. 298. Supervisor-to-Staff Ratio Report – RETAINED

Requires DHS to report the supervisor-to-staff ratios by department divisions and subdivisions. Executive deletes language; House retains language.

Sec. 315. Licensing Adult Assisted Living Services Work Group – RETAINED

Requires DHS to conduct a work group in conjunction with Community Health, organizations representing disabled and elderly adults, representatives of assisted living facilities, and the Legislature that explores licensing standards, practices, and performance measures for facilities providing assisted living services. Executive deletes language; House retains language.

Major Boilerplate Changes From FY 2014-15

Sec. 316. Terminal Leave Payouts – NEW

Prohibits DHS from spending amounts in excess of the annual terminal leave pay outs gross appropriation unless it identifies and requests a legislative transfer from another budgetary line item from the Legislature. Executive includes language; House concurs with Executive.

Sec. 317. Child Care Licensure Funding – NEW

Requires DHS to use the additional funds appropriated in part 1 for child care licensing to increase the number of licensing consultants and staff in order to increase the number of monitoring visits to child care license applicants and to already licensed individuals. Executive includes language; House revises new language to require report.

ADULT PROTECTIVE AND SUPPORT SERVICES

Sec. 404. Centers for Independent Living Guide Services – DELETED

Provides \$1.5 million for Centers for Independent Living guide services to assist persons with disabilities. Executive deletes language; House concurs with Executive.

Sec. 405. Order of Selection – RETAINED

States legislative intent that MRS not implement an order of selection for vocational and rehabilitative services. Executive deletes language; House retains language.

Sec. 407. Swift and Sure Probation Program – DELETED

Requires DHS to use IDG funding from Corrections to expand Swift and Sure Probation Program through MRS, requires legislative notification if available federal funding is less than appropriated. Executive deletes language; House concurs with Executive.

CHILD WELFARE SERVICES

Sec. 506. Medicaid Coverage for Foster Children Report – DELETED

Requires DHS to report on the number of foster children that experience a break in Medicaid coverage and the number that did not receive Medicaid coverage. Executive deletes language; House concurs with Executive.

Sec. 511. Physical and Mental Health Assessment Report – RETAINED

Requires DHS to track and report quarterly the number and percentage of foster children who received physical and mental health assessments. Executive deletes language; House retains language.

Sec. 525. On-Site Evaluations – RETAINED

Requires DHS to use same on-site evaluation process and noncompliance penalties for private-operated and state-operated residential facilities. Executive deletes language; House retains language.

Sec. 532. Licensing and Contract Compliance Review – RETAINED

Requires collaboration between DHS and representatives of private child and family agencies to revise and improve contract compliance and licensing review processes, requires report; restricts licensing reviews to no more than once every two years for nationally-accredited organizations with no outstanding violations. Executive deletes language; House retains language.

Sec. 533. Child Welfare Payment Promptness – RETAINED

Directs DHS to make payments to child placing agencies within 30 days after receiving documentation for out-of-home care and in-home care services; requires report on implementation and operation. Executive deletes language; House retains language.

Sec. 540. Psychotropic Medication for Youth in Out-of-Home Placements – RETAINED

Requires DHS to determine within 7 days whether to change prescribed psychotropic medication for state wards if the placement administration determines that the medication should be changed, to seek parental consent within 7 business days for a temporary court ward, or to petition the court on the eighth business day if parental consent is not provided. Executive deletes language; House retains language.

Sec. 546. Foster Care Agency Administrative Rates – RETAINED

Current-year language establishes foster care administrative rate of \$37 for private child placing agencies under contract with DHS; establishes general independent living administrative rate of \$28; reinstates specialized independent living administrative rates provided in FY 2010-11; increases administrative rate for foster care services by \$3, provided that the county match rate is eliminated for this increase; requires providers to submit quarterly expenditure reports, if required by federal guidelines. Executive deletes language that requires a \$3 increase to the foster care administrative rate and deletes the language that increases funding to each private provider of residential services. House retains language.

Sec. 556. Special Needs Adoption Subsidy – DELETED

Requires report on number of complaints filed by adoptive parents for not being notified that their adoptive child has special needs; allows adoptive parents to request a redetermination of their adoption assistance when extraordinary care or expense is required for a condition that existed or the cause of which existed before the adoption was finalized, allows current adoptive parents to request redetermination between January 1, 2015 and March 31, 2015. Executive deletes language; House concurs with Executive.

Sec. 559. Parent to Parent – DELETED

Allocates \$700,000, including one-time funding, to parent to parent program for adoptive parents; requires report. Executive deletes language; House concurs with Executive.

Major Boilerplate Changes From FY 2014-15

Sec. 563. Performance Evaluation Report – RETAINED

Requires DHS to report on the number and percentage of department employees who had a satisfactory and unsatisfactory performance evaluation. Executive deletes language; House retains language.

Sec. 585. Private Agency Staff Training – RETAINED

Requires DHS to make available at least 1 pre-service training class each month for caseworkers of private agencies. Executive deletes language; House retains language.

Sec. 587. In-Home Community Programs Expansion – RETAINED

Provides \$650,000 to expand and create new in-home and community-based programs for juvenile justice services in rural counties, requires report. Executive deletes language; House retains language.

Sec. 589. Payment of Foster Care Administrative Rate – RETAINED

Requires DHS to pay 100% of the administrative rate for all new cases referred to providers of foster care services beginning October 1, 2013; requires monthly report on the number of foster care cases supervised by private agencies and by DHS. Executive deletes language; House retains language.

PUBLIC ASSISTANCE

Sec. 612. Refugee Medical Benefits Asset Test – DELETED

Requires DHS to implement an asset test for applicants and recipients of refugee assistance program medical benefits. Executive deletes language; House concurs with Executive.

Sec. 613. Indigent Burial – REVISED

Provides reimbursements for the final disposition of indigent persons, establishes maximum allowable reimbursements; House revises language to require that the adult burial with services allowance for reimbursement shall be \$720, the adult burial without services allowance shall be \$485, and the infant burial allowance shall be \$165. Also includes legislative intent language that the total increase of \$20 per case be allocated for increases to funeral directors for funeral goods and services. House includes revised language.

Sec. 620. Medicaid Eligibility Determination Standards of Promptness – REVISED

Requires DHS to determine Medicaid eligibility in 60 days when disability is an eligibility factor and 45 days for other Medicaid applicants, including patients in nursing homes; requires quarterly reports on Medicaid standards of promptness. Executive revises language by changing the 60 day limit to 90 days and eliminating the quarterly report requirement; House revises language to include the 90 day limit and a semiannual report.

Sec. 654. Food Assistance Program (FAP) – NEW

Requires DHS to notify FAP recipients that their benefits can be spent with their bridge cards at many farmers' markets and that the Double Up Food Bucks program can provide them with an additional \$20 to buy produce at participating farmers' markets. House includes new language.

Sec. 657. Extended Family Independence Program (EFIP) Notifications – DELETED

Requires DHS to notify individuals eligible for EFIP that receiving EFIP will count toward the federal and state lifetime cash assistance limits. Executive deletes language; House concurs with Executive.

Sec. 673. MiBridges Fraud Workgroup – NEW

Requires DHS to conduct a work group with the Departments of State, Community Health, and State Police to investigate minimizing fraud in the MiBridges benefits programs; requires report. House includes new language.

Sec. 686. Caseworker Policy – RETAINED

Requires DHS to ensure that individuals presenting out-of-state identification are not enrolled in benefit programs in other states; requires caseworkers to confirm resident addresses in FIP and SDA cases; prohibits individuals with homes worth more than \$200,000 from receiving assistance; requires caseworkers to collect up-to-date phone numbers from Medicaid recipients during eligibility determination and provide this information to DCH. Executive deletes language; House retains language.

Sec. 721. Residential Facility of Last Resort – RETAINED

If demand exceeds capacity at state-operated facilities, requires DHS to post a request for proposals to contract with not less than 1 private provider to be a residential facility of last resort instead of increasing available occupancy at state-operated facilities. Executive deletes language; House retains language.

FIELD OPERATIONS AND SUPPORT SERVICES

Sec. 751. Healthy Michigan Plan Administration – REVISED

Requires DHS, in conjunction with the Department of Community Health, to establish an accounting structure in the state accounting system (Michigan administrative information network, or MAIN) to separately track expenditures for administration of the Healthy Michigan Plan; requires quarterly report. Executive eliminates language requiring DHS and DCH to establish an accounting structure within MAIN to allow Healthy Michigan Plan administrative expenditures to be identified; House revises language to require the accounting structure be maintained.

Major Boilerplate Changes From FY 2014-15

Sec. 752. Donated Funds Positions and Contracts – NEW

Requires the Department to maintain out-stationed eligibility specialists in community-based organizations, community mental health agencies, nursing homes, and hospitals unless these entities request them to be removed; authorizes 200 additional FTEs and places performance metrics on these contracts. Executive includes language; House concurs with Executive.