

FY 2021-22 SUPPLEMENTAL APPROPRIATIONS
Summary: As Passed by the Senate
House Bill 5523 (S-1) as Amended



HFA Director: Mary Ann Cleary
 Supplemental Coordinator: Kevin Koorstra

Overview

House Bill 5523 (S-1) contains supplemental appropriation adjustments to Capital Outlay, the Department of Education, and the Department of Health and Human Services (DHHS) for FY 2021-22. The bill appropriates \$1,216.4 million Gross. Of that, \$509.5 million is from federal Coronavirus State Fiscal Recovery Funds that were authorized through the federal American Rescue Plan Act of 2021, Public Law No. 117-2, in an effort to support the public health and economic recovery of the COVID-19 pandemic. Expenditure of federal Coronavirus State Fiscal Recovery Funds would be subject to Coronavirus State Fiscal Recovery Fund rules and regulations, which generally limit expenditures to certain populations, purposes, and/or communities.

Appropriation and boilerplate priorities initiated by the legislature are identified following this overview.

FY 2021-22 APPROPRIATION SUMMARY

Budget Area		FY 2021-22 Year-to-Date Appropriations	FY 2021-22 Supplemental Change	% Change
Capital Outlay	Gross	\$0	\$10,000,000	--
	GF/GP	\$0	\$0	--
Education	Gross	\$1,928,027,900	\$250,000	0.0
	GF/GP	\$102,508,100	\$0	0.0
Health and Human Services	Gross	\$31,977,203,400	\$1,206,175,200	3.9
	GF/GP	\$5,448,429,200	\$0	0.0
TOTAL	Gross	\$33,905,231,300	\$1,216,425,200	3.6
	GF/GP	\$5,550,937,300	\$0	0.0

FY 2021-22 Supplemental Appropriation Items

**Appropriation
Change**

CAPITAL OUTLAY

1. State Laboratory Planning Grant

Includes \$10.0 million of federal Coronavirus State Fiscal Recovery Funds for program and planning for a new state public health and environmental science laboratory.

Gross **\$10,000,000**
 Federal 10,000,000
 GF/GP \$0

EDUCATION

2. Work-Based Learning Health Services Academies

Includes \$250,000 of federal Coronavirus State Fiscal Recovery Funds as a competitive grant program to school districts and intermediate school districts to expand opportunities for work-based learning health services academies through partnerships with nation academy foundation (NAF).

Gross **\$250,000**
 Federal 250,000
 GF/GP \$0

HEALTH AND HUMAN SERVICES

3. Adult Foster Care and Homes for the Aged COVID-19 Relief

Includes \$70.0 million of federal Coronavirus State Fiscal Recovery Funds for DHHS to provide \$700 per bed to eligible facilities to cover COVID-19 pandemic costs.

Gross **\$70,000,000**
 Federal 70,000,000
 GF/GP \$0

4. Child Welfare Mitigation Efforts

Includes \$19.0 million of federal Coronavirus State Fiscal Recovery Funds to assist caregivers of foster children and those in independent living arrangements associated with the COVID-19. Each caregiver and child living independently would receive \$1,500.

Gross **\$19,000,000**
 Federal 19,000,000
 GF/GP \$0

5. Cooperative Agreement for Emergency Response

Includes \$29.7 million of federal funds for DHHS to allocate funding to support local COVID-19 mitigation efforts.

Gross **\$29,704,700**
 Federal 29,704,700
 GF/GP \$0

<u>FY 2021-22 Supplemental Appropriation Items</u>		<u>Appropriation Change</u>
6. COVID-19 Early Treatment and Testing Sites	Gross	\$75,000,000
Includes \$75.0 million of federal FEMA funds to establish COVID-19 early treatment and testing sites.	Federal	75,000,000
	GF/GP	\$0
7. COVID-19 Early Treatments Procurements	Gross	\$25,000,000
Includes \$25.0 million of federal FEMA funds to purchase additional COVID-19 treatments in addition to federally allocated supply to distribute to COVID-19 early treatment and testing sites.	Federal	25,000,000
	GF/GP	\$0
8. Epidemiology and Lab Capacity	Gross	\$367,327,300
Includes \$367.3 million of federal funds for epidemiology and laboratory capacity funds, of which \$75.0 million would assist eligible COVID-19 early treatment and testing sites with procuring COVID-19 tests.	Federal	367,327,300
	GF/GP	\$0
9. Epidemiology and Lab Capacity School Safety	Gross	\$150,799,300
Includes a total of \$150.8 million of federal funds for DHHS to purchase COVID-19 tests and distribute to eligible schools. Allows for an opt out option for eligible schools to instead purchase COVID-19 tests directly and request reimbursement from DHHS.	Federal	150,799,300
	GF/GP	\$0
10. Health Care Recruitment, Retention, and Training Fund	Gross	\$300,000,000
Includes \$300.0 million of federal Coronavirus State Fiscal Recovery Funds for federal Coronavirus State Fiscal Recovery Fund-eligible health care recruitment, retention, and training programming for new investments.	Federal	300,000,000
	GF/GP	\$0
11. Homeless Shelter Repair Grants	Gross	\$10,000,000
Includes \$10.0 million of federal Coronavirus State Fiscal Recovery Funds to assist homeless shelters to fund physical repairs and improvements of the facility.	Federal	10,000,000
	GF/GP	\$0
12. COVID-19 Vaccine Support	Gross	\$54,143,900
Includes \$54.1 million of federal funds for COVID-19 vaccine marketing, education, outreach, and other community engagement strategies through local public health departments.	Federal	54,143,900
	GF/GP	\$0
13. Supplemental Payments to Private Child Caring Institutions	Gross	\$8,200,000
Includes \$8.2 million of federal Coronavirus State Fiscal Recovery Funds to provide supplemental payments to private child caring institutions, sets aside \$2.0 million of the funds for Vista Maria.	Federal	8,200,000
	GF/GP	\$0
14. Health Units	Gross	\$4,000,000
Includes \$4.0 million of federal Coronavirus State Fiscal Recovery Funds for Wayne State University to create a Michigan mobile health corps program to address health disparities with limited access to medical care and social services resources in Southeast Michigan.	Federal	4,000,000
	GF/GP	\$0
15. Morris Hood Kidney Foundation	Gross	\$14,000,000
Includes \$14.0 million of federal Coronavirus State Fiscal Recovery Funds for the National Kidney Foundation of Michigan to implement the chronic kidney disease prevention initiative.	Federal	14,000,000
	GF/GP	\$0
16. Nursing Facility Room Conversion	Gross	\$10,000,000
Includes \$10.0 million of federal Coronavirus State Fiscal Recovery Funds as a competitive grant program for nursing facilities to convert multi-resident rooms into single resident rooms. Grant awards would reimburse 50% of the cost, and DHHS would have prioritize converting rooms with more than 2 residents into single resident rooms.	Federal	10,000,000
	GF/GP	\$0
17. Nursing Home Infection Control	Gross	\$29,000,000
Includes \$29.0 million of federal Coronavirus State Fiscal Recovery Funds to assist nursing homes fund physical repairs and improvements of the facility.	Federal	29,000,000
	GF/GP	\$0
18. Nursing Home Respirators	Gross	\$5,000,000
Includes \$5.0 million of federal Coronavirus State Fiscal Recovery Funds to assist long-term care facilities in complying with Occupational Safety and Health Administration (OSHA) respiratory protection standards.	Federal	5,000,000
	GF/GP	\$0
19. Home- and Community-Based Respite Services	Gross	\$20,000,000
Includes \$20.0 million of federal Coronavirus State Fiscal Recovery Funds to provide respite services for family caregivers that are providing continuous direct care support for a family member.	Federal	20,000,000
	GF/GP	\$0
20. Hospital Airborne Pathogen Control Program	Gross	\$10,000,000
Includes \$10.0 million of federal Coronavirus State Fiscal Recovery Funds to hospitals to purchase ultraviolet control technology filtration and cleaning systems.	Federal	10,000,000
	GF/GP	\$0

<u>FY 2021-22 Supplemental Appropriation Items</u>		<u>Appropriation Change</u>
21. MI Choice Waiver Program Presumptive Eligibility Risk Pool	Gross	\$5,000,000
Includes \$5.0 million of federal funds to develop and implement a risk pool pilot project to cover 90% of MI Choice agents' financial exposure for up to 6 weeks of costs associated with incorrect presumptive eligibility determinations through 2 pilot projects and prohibits eligibility for MI Choice agents that incorrectly presume eligibility at 20% or more of their enrollees.	Federal	5,000,000
	GF/GP	\$0

FY 2021-22 Supplemental Boilerplate Items

GENERAL SECTIONS

Sec. 201. State Spending and State Appropriations Paid to Local Units of Government

States amount of state spending from state sources in the bill and amount of state spending to be paid to local units of government.

Sec. 202. Appropriations Subject to Management and Budget Act

Subjects' appropriations to the Management and Budget Act, 1984 PA 431.

Sec. 203. State Administrative Board Transfers

Authorizes the legislature, by a concurrent resolution adopted by a majority of the members elected to and serving in each house, to inter-transfer funds if the State Administrative Board transfers funds.

Sec. 204. Appropriations Subject to Federal Audit and Reporting Requirements

Subjects' appropriations to applicable federal audit and reporting requirements; requires prompt action if instances of noncompliance are identified; requires the state budget director to notify appropriations committees and fiscal agencies of instances of noncompliance.

Sec. 205. Appropriations Subject to Public Law 117-2

Subjects Coronavirus State Fiscal Recovery Fund appropriations to federal rules and regulations included in the American Rescue Plan Act of 2021, Public Law 117-2, which generally limit expenditures to certain populations, purposes, and/or communities.

Sec. 206. Report on Status of ARPA Appropriations

Requires the state budget director to report on the status of all funds appropriated related to the coronavirus relief effort on a monthly basis until all funds are exhausted.

CAPITAL OUTLAY

Sec. 226. State Laboratory

Requires department to use funding for planning and design for consolidated, comprehensive, laboratory to improve laboratory capacity; requires program and schematic documents, summary of bid results, and progress report.

Sec. 227. Michigan Technological University H-STEM Complex

Increases construction costs for the Michigan Technological University H-STEM Engineering and Health Technology Complex by \$8.4 million to a new total project cost of \$53.1 million.

EDUCATION

Sec. 251. Work-Based Learning Health Services Academies

Requires Department of Education to allocate \$250,000 as a competitive grant program to school districts and intermediate school districts to expand opportunities for work-based learning health services academies through partnerships with nation academy foundation (NAF); describes grant eligibility; and requires work project authorization.

HEALTH AND HUMAN SERVICES

Sec. 301. Cooperative Agreement for Emergency Response

Requires DHHS to allocate funds to local and tribal public health departments, school districts, public school academies, intermediate school districts, and nonpublic schools to support staffing costs of COVID-19 testing and contact tracing; allocates \$14.9 million specifically to school districts, public school academies, intermediate school districts, and nonpublic schools ; requires DHHS to not allocate funds if county board of commissioners disapprove funds to be allocated to its local public health department; and requires work project authorization.

Sec. 302. COVID-19 Early Treatment and Testing Sites

Requires DHHS to allocate \$75.0 million to establish COVID-19 early treatment and testing sites; outlines eligibility criteria for COVID-19 early treatment and testing sites; outlines eligible uses of the funds; sets aside not more than 10% for COVID-19 early treatment costs for individuals without health insurance; and allocates federal Coronavirus State Fiscal Recovery Funds for this program if FEMA does not approve the project.

Sec. 303. COVID-19 Early Treatments Procurements

Requires DHHS to allocate \$25.0 million to purchase additional COVID-19 treatments in addition to federally allocated supply and allocates federal Coronavirus State Fiscal Recovery Funds for this program if FEMA does not approve the project.

FY 2021-22 Supplemental Boilerplate Items

Sec. 304. Epidemiology and Lab Capacity

Requires DHHS to allocate federal funds in a manner consistent with federal rules and regulations; requires DHHS to allocate \$75.0 million to eligible COVID-19 early treatment and testing sites for COVID-19 tests if FEMA does not approve the COVID-19 early treatment and testing sites; and requires work project authorization.

Sec. 305. Epidemiology and Lab Capacity School Safety

Requires DHHS to purchase COVID-19 tests and distribute them to eligible schools; requires DHHS to provide the option for eligible schools opt out and instead purchase COVID-19 tests directly and request reimbursement from DHHS; requires DHHS to maintain an online list of all known acceptable coronavirus testing supplies and equipment; prohibits state and local government entities from confiscating COVID-19 tests from schools; and requires work project authorization.

Sec. 306. Health Care Recruitment, Retention, and Training Fund

Requires DHHS to allocate \$300.0 million for federal Coronavirus State Fiscal Recovery Fund-eligible health care recruitment, retention, and training programming for new investments; requires 75% be allocated for acute care and behavioral health care providers, which would be administered by the Michigan Health and Hospital Association; requires 25% be allocated to post-acute care providers and FQHCs; outlines program requirements; and requires a legislative report.

Sec. 307. Nursing Facility Room Conversion

Requires DHHS to allocate \$10.0 million as a competitive grant program for nursing facilities to convert multi-resident rooms into single resident rooms. Grant awards would reimburse 50% of the cost, and DHHS would have to prioritize converting rooms with more than 2 residents into single resident rooms.

Sec. 308. Nursing Home Respirators

Requires DHHS to allocate \$5.0 million to assist long-term care facilities in complying with OSHA respiratory protection standards.

Sec. 310. COVID-19 Vaccine Support

Requires DHHS to allocate federal vaccine support funds to local public health departments for marketing, education, outreach, and other community engagement strategies; for outreach to be inclusive of other COVID-19 mitigation strategies; requires DHHS to not allocate funds if county board of commissioners disapprove funds to be allocated to its local public health department; and requires work project authorization.

Sec. 311. MI Choice Waiver Program Presumptive Eligibility Risk Pool

Requires DHHS to allocate \$5.0 million to develop and implement a risk pool pilot project to cover 90% of MI Choice agents' financial exposure for up to 6 weeks of costs associated with incorrect presumptive eligibility determinations through 2 pilot projects and prohibits eligibility for MI Choice agents that incorrectly presume eligibility for 20% or more of their enrollees.

Sec. 312. Morris Hood Kidney Foundation

Requires DHHS to allocate \$14.0 million of federal Coronavirus State Fiscal Recovery Funds to the National Kidney Foundation of Michigan to implement the chronic kidney disease prevention initiative; and outlines the initiatives.

Sec. 313. Hospital Airborne Pathogen Control Program

Requires DHHS to allocate \$10.0 million of federal Coronavirus State Fiscal Recovery Funds to hospitals to purchase ultraviolet control technology filtration and cleaning systems.

Sec. 314. Adult Foster Care and Homes for the Aged COVID-19 Relief

Requires DHHS to provide \$700 per bed to eligible facilities to cover COVID-19 pandemic costs.

Sec. 315. Health Units

Requires DHHS to allocate \$4.0 million to a Wayne State University to create a Michigan mobile health corps program to address health disparities with limited access to medical care and social services resources in Southeast Michigan.

Sec. 316. Supplemental Payments to Private Child Caring Institutions

Requires DHHS to allocate \$6.2 million of federal Coronavirus State Fiscal Recovery Funds as provide supplemental payments to private child caring institutions and allocates \$2.0 million of federal Coronavirus State Fiscal Recovery Funds for Vista Maria.

Sec. 317. Homeless Shelter Repair Grants

Requires DHHS to establish a grant program to assist homeless shelters fund physical repairs and improvements of the facility; and requires work project authorization.

Sec. 318. Nursing Home Infection Control

Requires DHHS to allocate \$29.0 million of federal Coronavirus State Fiscal Recovery Funds to assist nursing homes fund physical repairs and improvements of the facility; caps each nursing home from receiving no more than \$500,000; and requires work project authorization.

Sec. 319. Child Welfare Mitigation Payments

Requires DHHS to allocate \$1,500 per foster child to licensed foster care providers and unlicensed relative care providers; and requires work project authorization.

FY 2021-22 Supplemental Boilerplate Items

Sec. 321. Home- and Community-Based Respite Services

Requires DHHS to allocate \$20.0 million of federal Coronavirus State Fiscal Recovery Funds to provide respite services for family caregivers that are providing continuous direct care support for a family member; and requires work project authorization.