



HOUSE OF REPRESENTATIVES

COMMITTEE ON APPROPRIATIONS SUBCOMMITTEE ON HEALTH AND HUMAN SERVICES

REP. CHRISTINE MORSE

CHAIR

COMMITTEE MEETING MINUTES

Wednesday, April 24, 2024 11:00 AM Room 352, House Appropriations, State Capitol Building

The House Appropriations Subcommittee on Health and Human Services was called to order by Chair Morse.

The Chair requested attendance be called:

Present: Reps. Morse, Martus, Hood, Brabec, O'Neal, Puri, Farhat, Price, Skaggs, Snyder, Green, Bollin, Meerman, Kuhn, Steele.

Absent: None.

Excused: None.

Representative Puri moved to adopt the meeting minutes from March 20, 2024 and April 10, 2024. There being no objection, the motion prevailed by unanimous consent.

The Chair laid HB 5556 before the committee:

HB 5556 (Rep. Morse)

A bill to make appropriations for the department of health and human services for the fiscal year ending September 30, 2025; and to provide for the expenditure of the appropriations.

Representative Skaggs moved to adopt substitute (H-1) to HB 5556. The motion prevailed 12-0-2:

FAVORABLE ROLL CALL

Yeas: Reps. Morse, Martus, Hood, Brabec, O'Neal, Puri, Farhat, Price, Skaggs, Snyder, Green, Bollin.

Nays: None.

Pass: Reps. Kuhn, Steele.

Sydney Brown, Fiscal Analyst, House Fiscal Agency, presented a summary and analysis of House Bill 5556 (H-1), the House Subcommittee Chair's recommendation for FY 2024-25 Department of Health and Human Services Appropriations, to the Subcommittee.

Ms. Brown received and answered questions from the Subcommittee.

Representative Steele offered the following amendment to HB 5556:

1. Amend page 98, following line 2, by inserting:

" Sec. 710. The department shall provide, to the standard report recipients, notification of completion of any inspection or investigation and resolution of any current Michigan Occupational Safety and Health Administration (MIOSHA) complaints against Shawono Center not later than 7 days after closure or resolution of complaints."

Representative Steele moved to adopt the amendment to HB 5556. The motion did not prevail 5-1-9:

UNFAVORABLE ROLL CALL

Yeas: Reps. Green, Bollin, Meerman, Kuhn, Steele.

Nays: Rep. Snyder.

Pass: Reps. Morse, Martus, Hood, Brabec, O'Neal, Puri, Farhat, Price, Skaggs.

Representative Bollin offered the following amendment to HB 5556:

1. Amend page 117, following line 23, by inserting:

"Sec. 964. Not later than October 1 of the current fiscal year, the department shall provide a report to the standard report recipients. The report must include the standardized fee schedule for Medicaid behavioral health services and supports and the adequacy standards to be used in a contract with a PIHP and CMHSP. In developing the standardized fee schedule for Medicaid behavioral health services and supports during the current fiscal year, the department shall prioritize and support essential services providers and shall develop a standardized fee schedule for revenue code 0204."

2. Amend page 166, following line 3, by inserting:

"Sec. 1775. (1) Not later than March 1 of the current fiscal year, the department shall submit a report to the standard report recipients on progress in implementing changes to the waiver to implement managed care for individuals who are eligible for both Medicare and Medicaid, known as MI Health Link. This report must include progress updates on the transition to dual eligible special needs plans, in compliance with CMS regulations.

(2) The department shall ensure the existence of an ombudsman program that is not associated with any project service manager or provider to assist MI Health Link beneficiaries with navigating complaint and dispute resolution mechanisms and to identify problems in the demonstrations and in the complaint and dispute resolution mechanisms."

3. Amend page 179, following line 5, by inserting:

" Sec. 1903. (1) The department shall submit a report to the standard report recipients by November 1 of the current fiscal year the status of an implementation plan regarding the appropriation in part 1 to modernize the MiSACWIS. The report shall include, but not be limited to, an update on the status of the settlement and efforts to bring the system in compliance with the settlement and other federal guidelines set forth by the United States Department of Health and Human Services Administration for Children and Families.

(2) The department shall submit a quarterly status report to the standard report recipients on the planning, implementation, and operation, regardless of the current operational status, regarding the appropriation in part 1 to implement the MiSACWIS. The report shall provide details on the planning, implementation, and operation of the MiSACWIS, including, but not limited to, all of the following:

- (a) Areas where implementation went as planned, and in each area including whether the implementation results in either enhanced user interface or portal access, conversion to new modules, or substantial operation improvement to the MiSACWIS.
 - (b) The number of known issues.
 - (c) The average number of help tickets submitted per day.
 - (d) Any additional overtime or other staffing costs to address known issues and volume of help tickets.
 - (e) Any contract revisions to address known issues and volume of help tickets.
 - (f) Other strategies undertaken to improve implementation, and for each strategy area including whether the implementation results in either enhanced user interface or portal access, conversion to new modules, or substantial operation improvement to the MiSACWIS.
 - (g) Progress developing cross-system trusted data exchange with the MiSACWIS.
 - (h) Progress in moving away from a statewide automated child welfare information system (SACWIS) to a comprehensive child welfare information system (CCWIS).
 - (i) Progress developing and implementing a program to monitor data quality.
 - (j) Progress developing and implementing custom integrated systems for private agencies.
 - (k) A list of all change orders, planned or in progress.
 - (l) The status of all change orders, planned or in progress.
 - (m) The estimated costs for all planned change orders.
 - (n) The estimated and actual costs for all change orders in progress.
- (3) Not later than July 1 of the current fiscal year, the department shall submit, to the standard report recipients, a report on the department's efforts and recommendations to develop and implement a simpler and more streamlined process for the annual renewal of the licenses for family foster care homes, and the development of a simpler and more efficient version of the application form for renewal of the licenses for family foster care homes."

Representative Bollin moved to adopt the amendment to HB 5556. The motion did not prevail 5-10-0:

UNFAVORABLE ROLL CALL

Yeas: Reps. Green, Bollin, Meerman, Kuhn, Steele.

Nays: Reps. Morse, Martus, Hood, Brabec, O'Neal, Puri, Farhat, Price, Skaggs, Snyder.

Pass: None.

Representative Steele offered the following amendment to HB 5556:

1. Amend page 111, following line 14, by inserting:

"(h) The department must work with the opioid advisory commission established in 2022 PA 84, MCL 4.1851, to align the remaining funds allocated in subsection (1) with the funding and programmatic recommendations of the opioid advisory commission."

Representative Steele moved to adopt the amendment to HB 5556. The motion did not prevail 5-10-0:

UNFAVORABLE ROLL CALL

Yeas: Reps. Green, Bollin, Meerman, Kuhn, Steele.

Nays: Reps. Morse, Martus, Hood, Brabec, O'Neal, Puri, Farhat, Price, Skaggs, Snyder.

Pass: None.

Representative Bollin offered the following amendment to HB 5556:

1. Amend page 23, by striking out all of line 10 and adjusting the subtotals, totals, and section 201 accordingly.
2. Amend page 189, line 3, by striking out all of section 1950.

Representative Bollin moved to adopt the amendment to HB 5556. The motion did not prevail 5-10-0:

UNFAVORABLE ROLL CALL

Yeas: Reps. Green, Bollin, Meerman, Kuhn, Steele.

Nays: Reps. Morse, Martus, Hood, Brabec, O'Neal, Puri, Farhat, Price, Skaggs, Snyder.

Pass: None.

Representative Kuhn offered the following amendment to HB 5556:

1. Amend page 23, line 25, after "program" by striking out "5,000,000" and inserting "7,000,000" and adjusting the subtotals, totals, and section 201 accordingly.
2. Amend page 196, line 21, after "allocate" by striking out "\$5,000,000.00" and inserting "\$7,000,000.00".
3. Amend page 197, line 16, after "is" by striking out "\$5,000,000.00" and inserting "\$7,000,000.00".

Representative Kuhn moved to adopt the amendment to HB 5556. The motion did not prevail 5-10-0:

UNFAVORABLE ROLL CALL

Yeas: Reps. Green, Bollin, Meerman, Kuhn, Steele.

Nays: Reps. Morse, Martus, Hood, Brabec, O'Neal, Puri, Farhat, Price, Skaggs, Snyder.

Pass: None.

Representative Green offered the following amendment to HB 5556:

1. Amend page 93, following line 27, by inserting:
"(f) The number of cases sanctioned because of the school truancy policy."

Representative Green moved to adopt the amendment to HB 5556. The motion did not prevail 5-2-8:

UNFAVORABLE ROLL CALL

Yeas: Reps. Green, Bollin, Meerman, Kuhn, Steele.

Nays: Reps. Skaggs, Snyder.

Pass: Reps. Morse, Martus, Hood, Brabec, O'Neal, Puri, Farhat, Price.

Representative Meerman offered the following amendment to HB 5556:

1. Amend page 150, following line 22, by inserting:
"Sec. 1502. (1) Michigan Medicaid shall contract with a third-party entity to apply a medication risk reduction model 2-year pilot program using 2 voluntary members from the Michigan Medicaid managed care health plans. The model pilot program must be provided under the Medicaid program for the purpose of identifying and reducing simultaneous, multi-drug medication-related risk and adverse drug events, enhancing compliance and quality of

care, and improving health-related outcomes while reducing total cost of care in a measurable and reportable manner.

(2) In carrying out this purpose, the model pilot program, at a minimum, shall leverage both retrospective and ongoing Medicaid prescription drug and medical claims data, using technology that has the capability of providing a simultaneous multi-drug analysis using pharmacokinetic and pharmacodynamic sciences, and assessing cumulative effects of taking multiple prescription medications, including over-the-counter medications, herbals, and supplements to illuminate simultaneous, multi-drug interactions.

(3) The model pilot program must be administered using health plan-employed pharmacists, and vendor call centers, pursuant to vendor requirements that are certified to deliver medication safety reviews using simultaneous, multi-drug interaction analysis tools and has previous experience in saving medical costs through proven results. The model pilot program must be constructed as a value-based contract, so that this state shares savings realized with the Michigan Medicaid managed care health plans, by which the vendor has proven experience in conducting a retrospective, pre-post, cohort study that evaluated the outcomes of beneficiaries in cohorts: one that received medication safety reviews and a comparable group that did not.

(4) By September 30 of the current fiscal year, the department shall evaluate the vendor's return on investment and program-related state savings. The evaluation conducted pursuant to this section shall be reported to the standard report recipients upon its completion."

Representative Meerman moved to adopt the amendment to HB 5556. The motion did not prevail 5-9-1:

UNFAVORABLE ROLL CALL

Yeas: Reps. Green, Bollin, Meerman, Kuhn, Steele.

Nays: Reps. Morse, Martus, Hood, Brabec, O'Neal, Puri, Farhat, Price, Skaggs.

Pass: Rep. Snyder.

Representative Meerman offered the following amendment to HB 5556:

1. Amend page 23, following line 19, by inserting:

Kinship Care	313,300
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and adjusting the subtotals, totals, and section 201 accordingly.

2. Amend page 194, following line 11, by inserting:

"Sec. 1967. From the funds appropriated in part 1 for kinship care, the department shall allocate \$313,300.00 to establish a family finding pilot program in a county with a population between 175,000 and 176,000 according to the most recent federal decennial census with the objective of locating and engaging family members of foster children for the purposes of adoption. Funding shall be used for program staffing costs."

Representative Meerman moved to adopt the amendment to HB 5556. The motion did not prevail 6-8-1:

UNFAVORABLE ROLL CALL

Yeas: Reps. Snyder, Green, Bollin, Meerman, Kuhn, Steele.

Nays: Reps. Morse, Martus, Hood, Brabec, O'Neal, Puri, Farhat, Price.

Pass: Rep. Skaggs.

Representative Meerman offered the following amendment to HB 5556:

1. Amend page 5, line 22, after "218.2" by striking out "28,681,400" and inserting "28,781,400" and adjusting the subtotals, totals, and section 201 accordingly.
2. Amend page 76, line 12, after "allocate" by striking out "\$200,000.00" and inserting "\$300,000.00".

Representative Meerman moved to adopt the amendment to HB 5556. The motion did not prevail 5-9-1:

UNFAVORABLE ROLL CALL

Yeas: Reps. Green, Bollin, Meerman, Kuhn, Steele.

Nays: Reps. Morse, Martus, Hood, Brabec, O'Neal, Puri, Farhat, Price, Skaggs.

Pass: Rep. Snyder.

Representative Martus moved to refer House Bill No. 5556 to the Committee on Appropriations, with recommendation as substitute (H-1). The motion prevailed 13-0-2:

FAVORABLE ROLL CALL

Yeas: Reps. Morse, Martus, Hood, Brabec, O'Neal, Puri, Farhat, Price, Skaggs, Snyder.

Nays: Reps. Meerman, Kuhn, Steele.

Pass: Reps. Green, Bollin.

There being no further business before the Subcommittee, Chair Morse adjourned the meeting at 11:53 AM.

Representative Christine Morse, Chair

Kent Dell
Committee Clerk
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