MDHHS: FY22 Budget Executive Recommendation
Behavioral Health and Developmental Disabilities Administration

March 3, 2021

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Background: Michigan’s Public Behavioral Health System

- 46 Community Mental Health Services Programs (CMHSPs)
- 10 Medicaid Prepaid Inpatient Health Plans (PIHPs)

**Populations Served**
1. People in crisis
2. Persons with:
   a. Adults: Serious Mental Illness (SMI)
   b. Children: Serious Emotional Disturbance (SED)
   c. Intellectual/Developmental Disabilities (I/DD)
   d. Substance Use Disorders (SUD)

**Total Served (2020): Over 300,000 served**
- $3.6 billion for Mental Health (92%)
- $346 million for Substance Use Disorders (8%)
- Nearly 90% served through Medicaid; roughly 10% GF

**FY21 Enacted Budget: $3.9 billion**
COVID-19: Select Response Initiatives

- Medicaid Emergency Authorities
  - COVID-19 State 1135 Waiver
  - COVID-19 State 1115 Waiver Demonstration
  - COVID-19 Appendix K for 1915(c) HCBS Waivers

- Awarded and Implemented Federal Grants
  - Substance Abuse and Mental Health Services Administration (SAMHSA) COVID-19 Emergency Services for SMI/SUD ($4.8 million)
  - SAMHSA/FEMA Crisis Counseling Program
  - 988 Planning and Capacity Building Grant (National Suicide Prevention Lifeline)

- Crisis Text Line

- Peer Warmline

- Continued State General Fund Support
FY21 Investments: Medicaid “Health Home” Expansions

• In October 2020, MDHHS expanded its Behavioral and Opioid Health Homes

• Since the expansion go-live, **enrollment has increased by 156%**
  • Behavioral Health Home (BHH):
    • increased 210% from 100 to 310 enrollees
  • Opioid Health Home (OHH):
    • increased 144% from 550 to 1408 enrollees

• Health Homes provide comprehensive and integrated care management/coordination to high-need Medicaid beneficiaries
FY21 Investments: Michigan Crisis and Access Line (MiCAL)

- **Milestones completed**
  - Selected Accenture as the MiCAL Design Architect
  - Awarded the MiCAL Staffing Vendor contract to Common Ground
  - Chose PIHP Regions 1 (the UP) and 8 (Oakland County) as MiCAL Pilot Regions
  - Conducted over 20 human-centered stakeholder design sessions
  - Developed Customer Relationship Management database to execute command center coordination with providers and to create a robust resource repository for Michiganders in crisis
  - **PILOT GO-LIVE: April 19, 2021**

- MiCAL will execute subsequent phases and statewide rollout in FY22 and FY23
FY21 Investments: Psychiatric Care Improvement Project

- Psychiatric Bed Registry
- MI-SMART Medical Clearance Process
- 988 National Suicide Prevention Lifeline Capacity and Planning Grants
- Psychiatric Residential Treatment Facilities (PRTFs)
- Crisis Stabilization Units
Certified Community Behavioral Health Clinics

**Context**

- Only one-tenth of the 1.3 million Michiganders living with behavioral health disorders are served by Michigan’s public behavioral health system.

- Over half with a mental health diagnosis and nearly 70% with a substance use disorder do not receive treatment.

**Response**

- Two-year demonstration pilot to provide integrated behavioral and physical health care services at 14 clinic sites.

**Expected impact**

- Increased access to and quality of behavioral health services.
- Improved patient outcomes.
- Cost-efficiencies for the state.

$26.5M Gross $5M GF
Direct Care Worker Wages

Context

- Direct care workers have been on the front line of the COVID-19 public health crisis.
- A $2.00 hourly wage increase was approved:
  - For April-June 2020 in 2020 PA 67
  - For July-September 2020 in 2020 PA 123
  - For October-December 2020 in 2020 PA 166
  - For January-February 2021 in 2020 PA 257

Response

- Address longstanding challenges related to worker retention and job quality by making the $2.00 hourly rate increase permanent.

Expected impact

- Better attract and retain additional high-quality direct care workers.
- Improved health outcomes and quality of life for people served and cared for by direct care workers.
Children’s Behavioral Health Integration

**Context**

- Interim settlement agreement (KB v. Lyon) requires the state to improve its delivery of behavioral health services to children with mental or behavioral disorders and developmental disabilities.
- Required Implementation Plan (under development) must include how the state will provide an array of intensive home and community-based services.
- Targeted population includes children enrolled in Medicaid and those served through the child welfare system.

**Response**

- Development of a plan by April 2021.
- Working closely with attorney’s plaintiffs with support from the Attorney General’s office.

**Expected impact**

- Increased access to and quality of physical, behavioral, and children’s health services.
- Improved patient outcomes.
- Better alignment of service to patient needs.
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