MEDICAID POLICY INFORMATION SHEET

Policy Analyst: Jeff Wieferich

Phone Number: 517-335-0499

Initial	Public Comment	Final 🗌	

Brief description of policy:

This policy describes the approval needed from the Michigan Department of Health and Human Services (MDHHS) for a program to provide substance use disorder crisis residential setting to comply with a new Adult Foster Care licensing standard.

Reason for policy (problem being addressed):

The behavioral health benefit in the Healthy Michigan Plan allows for crisis residential services to be provided for someone with only a substance use disorder (SUD). The intent was to allow a provider of mental health crisis residential services to be able to provide the SUD service in the same location. Due to Adult Foster Care licensing rules, the programs providing mental health crisis residential services were not able to provide SUD treatment due to this service being prohibited as part of licensure. PA 388 of 2018 removed that prohibition in situations where MDHHS designated the program as a "co-occurring enhanced crisis residential program."

Budget implication:

⊠ budget neutral	
will cost MDHHS	\$, and (select one) budgeted in current appropriation
will save MDHHS	\$

Is this policy change mandated per federal requirements?

No

Does policy have operational implications on other parts of MDHHS?

No

Does policy have operational implications on other departments?

Yes, the Department of Licensing and Regulatory Affairs (LARA). According to PA 388 of 2018, MDHHS determination of this designation for a facility with an Adult Foster Care license will allow the program to be exempt from some licensure rules and be able to provide SUD treatment in that facility.

Summary of input:

- controversial
 - acceptable to most/all groups
- limited public interest/comment

Supporting Documentation:

State Plan Amendment Required: Yes No			Public Notice Required:	Yes	🛛 No	
If Yes, please p	rovide status:					
Approved	Pending	De De	nied	If yes,		
Date:	Approval	Date:		Submission Date:		

DRAFT FOR PUBLIC COMMENT	;			
Michigan Department of				
Health and Human Service		: 1915-BHDDA	Date: June 12, 2019	
Proposed Effective Date: Direct Comments To: Address: E-Mail Address:		ptember 1, 2019 ff Wieferich DHHS/BHDDA/Lewis Cass Building 5 th Floor <u>eferichj@michigan.gov</u>		
Policy Subject: New Criteria	a for Substance Use D	isorder Crisis Res	idential Services	
Affected Programs: Healthy	Michigan Plan			
Distribution: Prepaid Inpation	ent Health Plans, Com	munity Mental He	alth Services Programs	
Summary: This policy describes the approval needed from the Michigan Department of Health and Human Services (MDHHS) for a program to provide substance use disorder crisis residential setting to comply with a new Adult Foster Care licensing standard.				
Purpose: The behavioral health benefit in the Healthy Michigan Plan allows for crisis residential services to be provided for someone with only a substance use disorder (SUD). The intent was to allow a provider of mental health crisis residential services to be able to provide the SUD service in the same location. Due to Adult Foster Care licensing rules, the programs providing mental health crisis residential services were not able to provide SUD treatment due to this service being prohibited as part of licensure. PA 388 of 2018 removed that prohibition in situations where MDHHS designated the program as a "co-occurring enhanced crisis residential program." Cost Implications: Budget neutral				
Potential Hearings & Appea	al Issues: None			
State Plan Amendment Required: Yes No Public Notice Required: Yes No If yes, date submitted: Submitted date:				
Tribal Notification: Yes	No 🛛 - Date:			
THIS SECTION COMPLETE	D BY RECEIVER			
Approved			-	
Disapproved		See Commen See Commen		
Signature:		Phone Nu	nber	
Signature Printed:				
Bureau/Administration (ple	Date			



Michigan Department of Health and Human Services Medical Services Administration

Distribution:	Prepaid Inpatient Health Plans, Community Mental Health Services Programs
Issued:	August 1, 2019 (Proposed)
Subject:	New Criteria for Substance Use Disorder Crisis Residential Services
Effective:	September 1, 2019 (Proposed)

Programs Affected: Healthy Michigan Plan

As a result of the passage of PA 388 of 2018, crisis residential programs that provide mental health services under the behavioral health benefit of the Healthy Michigan Plan will now be able to provide this service to individuals with substance use disorders when the crisis residential program is:

- Licensed as a substance use disorder program; and
- Approved as a Co-occurring Enhanced Crisis Residential Program which means a program approved by the Michigan Department of Health and Human Services (MDHHS) for providing short-term intensive mental health and substance use disorder services. Approved programs can address the mental health needs, substance use disorder needs, or both, of an individual through enhanced programming and staffing patterns that are reviewed and approved by MDHHS.

These programs will continue to require prior approval as currently outlined in the Behavioral Health and Intellectual and Developmental Disability Supports and Services chapter of the Medicaid Provider Manual. The Medicaid Provider Manual is available on the MDHHS website at www.michigan.gov/medicaidproviders >> Policy, Letters & Forms.