# Report on IT Spending

(FY2021 Appropriation Act - Public Act 166 of 2020)

## September 15, 2021

***Sec. 1905. (1) The department shall report on a monthly basis to the chairs of the senate and house standing committees on appropriations, the senate and house appropriations subcommittees on the department budget, the senate and house appropriations subcommittees on the general government budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office on all of the following:***

***(a) Fiscal year-to-date information technology spending for the current fiscal year by service and project and by line-item appropriation.***

***(b) Planned information technology spending for the remainder of the current fiscal year by service and project and by line-item appropriation.***

***(c) Total fiscal year-to-date information technology spending and planned spending for the current fiscal year by service and project and by line-item appropriation.***

***(d) A list of all information technology projects estimated to cost more than $250,000.00 that exceed their allotted budget as well as all information technology projects that have exceeded their allotted budget by 25% or more.***

*(2) As used in subsection (1), "project" means all of, but not limited to, the following major projects:*

*(a) Community health automated Medicaid processing system (CHAMPS).*

*(b) Bridges and MIBridges eligibility determination.*

*(c) MiSACWIS.*

*(d) Integrated service delivery.*

*(3) By April 30 of the current fiscal year, the department, in coordination with the department of technology, management, and budget, shall provide to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, the senate and house policy offices, and the state budget office a 5-year strategic plan for information technology services and projects for the department. The strategic plan shall identify any scheduled changes in the federal and state shares of costs related to information technology services and projects over the 5-year period. As part of the strategic plan, the department shall include total information technology expenditures from the previous fiscal year by fund source, total information technology appropriations as a percentage of total department appropriations by fund source, and a return on investment, by project, for all information technology expenditures in the previous fiscal year. The strategic plan shall also include, for the previous 5 fiscal years, the department's information technology spending compared to similar departments in 3 other states located in the Midwest.*

MDHHS

Michigan Department of Health & Human Services

# FY2021 MDHHS IT Authorization - Actual and Projected Spend

**2020 Public Act 166**
**Section 1905 Report #10-#11**

| | Posted Expenditures as of 07/31/21* | | Projected Remaining Spend | | Total Projected | | FY21 Budget Authorization | | Surplus/(Deficit) | |
|---|---|---|---|---|---|---|---|---|---|---|
| **Project/Service** | **Gross** | **GF** | **Gross** | **GF** | **Gross** | **GF** | **Gross** | **GF** | **Gross** | **GF** |
| Bridges | $31,556,365 | $15,783,198 | $38,608,435 | $13,233,502 | $70,164,800 | $29,016,700 | $116,637,790 | $31,056,600 | $46,472,990 | $2,039,900 |
| MiCSES ** | $20,575,094 | $4,819,459 | $12,241,706 | $2,428,341 | $32,816,800 | $7,247,800 | $46,002,686 | $10,124,812 | $13,185,886 | $2,877,012 |
| MiSACWIS | $8,524,976 | $3,477,202 | $11,054,524 | $3,495,498 | $19,579,500 | $6,972,700 | $26,647,800 | $9,902,600 | $7,068,300 | $2,929,900 |
| CHAMPS | $42,630,100 | $9,533,690 | $23,874,638 | $5,119,410 | $66,504,738 | $14,653,100 | $86,625,210 | $15,724,344 | $20,120,472 | $1,071,244 |
| Other | $98,013,861 | $29,672,767 | $65,300,801 | $26,838,945 | $163,314,662 | $56,511,712 | $247,252,100 | $47,593,656 | $83,937,438 | ($8,918,056) |
| CCWIS | $105,165 | $52,582 | $4,284,235 | $2,547,418 | $4,389,400 | $2,600,000 | $4,389,400 | $2,600,000 | $0 | $0 |
| **Subtotal, FY21 Appropriations** | **$201,405,560** | **$63,338,898** | **$155,364,340** | **$53,663,114** | **$356,769,900** | **$117,002,012** | **$527,554,986** | **$117,002,012** | **$170,785,086** | **$0** |
| **Prior Year Work Projects** | | | | | | | | | | |
| MiCSES ** | $0 | $0 | $3,965,366 | $1,352,225 | $3,965,366 | $1,352,225 | $3,965,366 | $1,352,225 | $0 | $0 |
| MiSACWIS | $162,030 | $162,030 | $1,186,450 | $1,186,450 | $1,261,804 | $1,261,804 | $1,261,804 | $1,261,804 | $0 | $0 |
| Office of the Inspector General | $332,781 | $171,677 | $2,018,976 | $1,009,488 | $2,022,000 | $1,011,000 | $2,022,000 | $1,011,000 | $0 | $0 |
| MiCARES | $410,000 | $410,000 | $700,000 | $700,000 | $700,000 | $700,000 | $700,000 | $700,000 | $0 | $0 |
| HHP | $0 | $0 | $12,675 | $12,675 | $12,675 | $12,675 | $12,675 | $12,675 | $0 | $0 |
| **Subtotal, FY21 Work Projects** | $904,811 | $743,707 | $7,883,467 | $4,260,838 | $7,961,845 | $4,337,704 | $7,961,845 | $4,337,704 | $0 | $0 |
| **Total FY21 Appropriations & Work Projects** | **$202,310,371** | **$64,082,605** | **$163,247,807** | **$57,923,952** | **$364,731,745** | **$121,339,716** | **$535,516,831** | **$121,339,716** | **$170,785,086** | **$0** |

* Expenditures are received/posted in various increments - annually, monthly, bi-monthly, etc. - and not distributed evenly over 12 months. Invoices received in the first quarter of FY21 are delayed due to closing the books for FY20. Additionally, the majority of the annual bills will not be received until Q4.

** Includes expenditure move to use incentive funds for MiCSES

^ The Department plans to use unspent operational funds in administrative appropriations to support the structural IT deficit. In addition, Supplemental 2021-5 for Raise the Age is needed as part of IT General Fund deficit solutions. These solutions are one time in nature and cannot be relied upon in future years to fix the structural shortfall within IT.

# FY2021 MDHHS IT Authorization - Actual and Projected Spend

**2020 Public Act 166**
**Section 1905 Report #10-#11**

| Appn | Appropriation Title | Posted Expenditures as of 07/31/21* Gross | Posted Expenditures as of 07/31/21* GF | Projected Remaining Spend Gross | Projected Remaining Spend GF | Total Projected | | FY21 Budget Authorization Gross | FY21 Budget Authorization GF | Surplus/(Deficit) Gross | Surplus/(Deficit) GF |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | **FY 21 Appropriations** | | | | | | | | | | |
| 16020 | Information Technology services and projects | $114,711,451 | $46,103,218 | $89,678,849 | $38,191,994 | $204,390,300 | $84,295,212 | $329,625,500 | $80,105,600 | $125,235,200 | **($4,189,612)** |
| 16202 | Bridges Information System | $89,919 | $49,975 | $3,652,081 | $1,444,425 | $3,742,000 | $1,494,400 | $3,742,000 | $2,056,600 | $0 | $562,200 |
| 16500 | Child Support Automation | $20,575,094 | $4,819,459 | $12,241,706 | $2,428,341 | $32,816,800 | $7,247,800 | $46,002,686 | $10,124,812 | $13,185,886 | $2,877,012 |
| 16208 | MI Statewide Automated Child Welfare Information System | $532,685 | $136,425 | $2,291,916 | $944,975 | $2,824,600 | $1,081,400 | $5,647,800 | $1,082,600 | $2,823,200 | $1,200 |
| 16400 | Michigan Medicaid Information system | $61,193,711 | $9,846,946 | $36,926,289 | $4,801,354 | $98,120,000 | $14,648,300 | $116,936,000 | $16,148,600 | $18,816,000 | $1,500,300 |
| 37427 | Comprehensive child welfare information system | $105,165 | $52,582 | $4,284,235 | $2,547,418 | $4,389,400 | $2,600,000 | $4,389,400 | $2,600,000 | $0 | $0 |
| 67040A | Technology supporting integrated service delivery | $3,285,324 | $1,418,082 | $4,451,476 | $1,466,818 | $7,736,800 | $2,884,900 | $18,461,600 | $2,133,800 | $10,724,800 | **($751,100)** |
| T65995 | Statewide health information exchange projects | $912,211 | $912,211 | $1,837,789 | $1,837,789 | $2,750,000 | $2,750,000 | $2,750,000 | $2,750,000 | $0 | $0 |
| | ***Subtotal, FY21 Appropriations*** | **$201,405,560** | **$63,338,898** | **$155,364,340** | **$53,663,114** | **$356,769,900** | **$117,002,012** | **$527,554,986** | **$117,002,012** | **$170,785,086** | **$0** |
| | | | | | | | | | | | |
| | **Prior Year Work Projects** | | | | | | | | | | |
| TW3555519 | Children's Protectives Services Reform | $162,030 | $162,030 | $1,186,450 | $1,186,450 | $1,261,804 | $1,261,804 | $1,261,804 | $1,261,804 | $0 | $0 |
| W1650018 | Child support automation | $0 | $0 | $3,965,366 | $1,352,225 | $3,965,366 | $1,352,225 | $3,965,366 | $1,352,225 | $0 | $0 |
| W4750019 | Healthy homes program (Michigan Chilhood Lead IT Projects) | $0 | $0 | $12,675 | $12,675 | $12,675 | $12,675 | $12,675 | $12,675 | $0 | $0 |
| W3205019 | Behavioral health program administration (CARES) | $410,000 | $410,000 | $700,000 | $700,000 | $700,000 | $700,000 | $700,000 | $700,000 | $0 | $0 |
| W4925018 | Office of Inspector General (MARIS) | $216,041 | $113,307 | $665,000 | $332,500 | $665,000 | $332,500 | $665,000 | $332,500 | $0 | $0 |
| W4925019 | Office of Inspector General (MIGS) | $116,740 | $58,370 | $1,353,976 | $676,988 | $1,357,000 | $678,500 | $1,357,000 | $678,500 | $0 | $0 |
| | ***Subtotal, FY21 Work Projects*** | **$904,811** | **$743,707** | **$7,883,467** | **$4,260,838** | **$7,961,845** | **$4,337,704** | **$7,961,845** | **$4,337,704** | **$0** | **$0** |
| | | | | | | | | | | | |
| **Total** | **Total FY21 Appropriations & Work Projects** | **$202,310,371** | **$64,082,605** | **$163,247,807** | **$57,923,952** | **$364,731,745** | **$121,339,716** | **$535,516,831** | **$121,339,716** | **$170,785,086** | **$0** |

^ The Department plans to use unspent operational funds in administrative appropriations to support the structural IT deficit. In addition, Supplemental 2021-5 for Raise the Age is needed as part of IT General Fund deficit solutions. These solutions are one time in nature and cannot be relied upon in future years to fix the structural shortfall within IT.