

Report on IT Spending

(FY2021 Appropriation Act - Public Act 166 of 2020)

June 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.

FY2021 MDHHS IT Authorization - Actual and Projected Spend

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Project/Service	Posted Expenditures as of 03/31/21*		Projected Remaining Spend		Total Projected		FY21 Budget Authorization		Surplus/Deficit	
	Gross	GF	Gross	GF	Gross	GF	Gross	GF	Gross	GF
Bridges	\$16,663,659	\$8,284,532	\$54,125,190	\$27,295,493	\$70,788,850	\$35,580,025	\$116,637,790	\$31,056,600	\$45,848,940	(\$4,523,425)
MICSES **	\$9,090,430	\$3,090,746	\$24,526,470	\$4,429,054	\$33,616,900	\$7,519,800	\$46,002,686	\$10,124,812	\$12,385,786	\$2,605,012
MISACWIS	\$3,220,578	\$1,346,202	\$19,474,608	\$6,862,206	\$22,695,186	\$8,208,407	\$26,647,800	\$9,902,600	\$3,952,614	\$1,694,193
CHAMPS	\$24,945,807	\$4,846,392	\$40,923,033	\$10,550,467	\$65,868,840	\$15,396,859	\$86,625,210	\$15,724,344	\$20,756,370	\$327,485
Other	\$36,225,324	\$14,547,590	\$111,293,312	\$33,149,331	\$147,518,636	\$47,696,921	\$247,252,100	\$47,593,656	\$99,733,464	(\$103,265)
CCWIS	\$420	\$210	\$4,388,980	\$2,599,790	\$4,389,400	\$2,600,000	\$4,389,400	\$2,600,000	\$0	\$0
Subtotal, FY21 Appropriations	\$90,146,219	\$32,115,671	\$254,731,593	\$84,886,341	\$344,877,812	\$117,002,012	\$527,554,986	\$117,002,012	\$182,677,174	\$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	\$75,354	\$75,354	\$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	\$3,025	\$1,513	\$2,018,976	\$1,009,488	\$2,022,000	\$1,011,000	\$2,022,000	\$1,011,000	\$0	\$0
MICARES	\$0	\$0	\$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	\$78,379	\$76,867	\$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	\$90,224,598	\$32,192,538	\$262,615,060	\$89,147,179	\$352,839,657	\$121,339,716	\$535,516,831	\$121,339,716	\$182,677,174	\$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

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Appn	Appropriation Title	Posted Expenditures as of 03/31/21*		Projected Remaining Spend		Total Projected		FY21 Budget Authorization		Surplus/Deficit	
		Gross	GF	Gross	GF			Gross	GF	Gross	GF
FY 21 Appropriations											
16020	Information Technology services and projects	\$48,783,481	\$22,772,615	\$142,959,431	\$59,753,197	\$191,742,912	\$82,525,812	\$329,625,500	\$80,105,600	\$137,882,588	(\$2,420,212)
16202	Bridges Information System	\$94,596	\$0	\$3,647,404	\$2,056,600	\$3,742,000	\$2,056,600	\$3,742,000	\$2,056,600	\$0	\$0
16500	Child Support Automation	\$9,090,430	\$3,090,746	\$24,526,470	\$4,429,054	\$33,616,900	\$7,519,800	\$46,002,686	\$10,124,812	\$12,385,786	\$2,605,012
16208	MI Statewide Automated Child Welfare Information System	\$36	\$15	\$5,647,764	\$1,082,585	\$5,647,800	\$1,082,600	\$5,647,800	\$1,082,600	\$0	\$0
16400	Michigan Medicaid Information system	\$29,290,983	\$4,846,392	\$66,802,017	\$10,931,408	\$96,093,000	\$15,777,800	\$116,936,000	\$16,148,600	\$20,843,000	\$370,800
37427	Comprehensive child welfare information system	\$420	\$210	\$4,388,980	\$2,599,790	\$4,389,400	\$2,600,000	\$4,389,400	\$2,600,000	\$0	\$0
67040A	Technology supporting integrated service delivery	\$2,731,449	\$1,250,869	\$4,164,351	\$1,438,531	\$6,895,800	\$2,689,400	\$18,461,600	\$2,133,800	\$11,565,800	(\$555,600)
T65995	Statewide health information exchange projects	\$154,825	\$154,825	\$2,595,175	\$2,595,175	\$2,750,000	\$2,750,000	\$2,750,000	\$2,750,000	\$0	\$0
	Subtotal, FY21 Appropriations	\$90,146,219	\$32,115,672	\$254,731,593	\$84,886,340	\$344,877,812	\$117,002,012	\$527,554,986	\$117,002,012	\$182,677,174	\$0
Prior Year Work Projects											
TW3555519	Children's Protectives Services Reform	\$75,354	\$75,354	\$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 Childhood 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)	\$0	\$0	\$700,000	\$700,000	\$700,000	\$700,000	\$700,000	\$700,000	\$0	\$0
W4925018	Office of Inspector General (MARIS)	\$0	\$0	\$665,000	\$332,500	\$665,000	\$332,500	\$665,000	\$332,500	\$0	\$0
W4925019	Office of Inspector General (MIGS)	\$3,025	\$1,513	\$1,353,976	\$676,988	\$1,357,000	\$678,500	\$1,357,000	\$678,500	\$0	\$0
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