

**COMMITTEE REPORT TO THE
STATE ADMINISTRATIVE BOARD**

The Honorable John Engler, Governor
and
Members of the State Administrative Board

A regular meeting of the **Finance and Claims** Committee was held at **11:00 a.m.** on **August 8, 2000**, those present being:

Chairperson: Julie Croll, representing Approved _____
State Treasurer Murray

Member: Deborah Devine, representing Approved _____
Attorney General Granholm

Member: Brian DeBano, representing Approved _____
Governor John Engler

Others: Anne-Marie Voice, of the Attorney General's Office; Wes Van Malsen of the Department of Career Development; Stephen Fitton of the Department of Community Health; Kevin Weissenborn, Department of Corrections; David Ancell, Sherry Bond, Jim Konrad, Arlene Oisten, of the Department of Management and Budget; Rick Dolan and Kari Debnar of the Department of Transportation; Jerry Crandall of MIRS

The Finance and Claims Committee regular and supplemental agendas were presented.

Mr. Ancell, Director of the Department of Management and Budget Purchasing Division, explained the bid verification process for the Comprehensive Health Care Providers contracts at the request of the Committee. He stated that all of the Medicaid Managed Care contract proposals were actuarially certified and each subsequent "best and final offer" proposal was actuarially certified. The entire bid process had been reviewed and all proposals were evaluated against the criteria in the ITB. The bid process was valid. Eight appeals had been received and reviewed for validity. One appeal was found to be valid and a county was added to that proposed provider's contract. Only two bidding providers requested meetings with Mr. Ancell concerning the appeals. One provider's request for a meeting was denied because the appeal decisions had already been mailed and Mr. Ancell met with the other provider.

Finance and Claims Report
August 8, 2000
Page 2

Following discussion, Mr. DeBano moved that the regular and supplemental agendas be recommended to the State Administrative Board for approval with the approval of items 7 (2) and 11 (2) subject to withdrawal if an appeal is filed. The motion was supported by Ms. Devine and unanimously adopted.

Ms. Croll adjourned the meeting.