REPORT TO THE LEGISLATURE
Pursuant to P.A. 121 of 2024
Article 2, Section 601
Physical and Mental Health Care Expenditure Report – FY25

Sec. 601. Not later than April 1, the department shall provide a report on all of the following:
(a) Physical and mental health care, pharmaceutical services, and durable medical equipment for prisoners. A report under this section must detail previous fiscal year expenditures itemized by vendor, allocations, status of payments from contractors to vendors, and projected year-end expenditures from accounts. A report under this section must include a breakdown of all payments to the integrated care provider and to other providers itemized by physical health care, mental health care, pharmaceutical services, and durable medical equipment expenditures.
(b) Pharmaceutical prescribing practices, including a detailed accounting of expenditures on antipsychotic medications, and any changes that have been made to the prescription drug formularies.
(c) A status report on efforts to develop measurable data and outcomes for physical and mental health care within the prisoner population.

Status of Payment from Contractors to Vendors - The Michigan Department of Corrections (MDOC), Budget and Operations Administration, conducts a monthly financial review of payments by VitalCore Physicians Group for timeliness and accuracy of claims payment information. The median payment date for claims is currently between 75 and 90 days. This exceeds the contractual requirement that claims be paid within 45 days. As of 3/10/2025, 74.5% of adjudicated claims had a status of "paid". The MDOC is working with VitalCore to ensure their compliance with the 45-day payment requirement, including reviewing applicable Service Level Agreements.

Bureau of Health Care Services Prior FY Expenditures and Projected Expenditures by Allocations			
Type of Service	**Appropriation Description**	**Projected FY25 Expenditures**	**Prior FY FY24**
Prisoner Health Care (Off-site / Specialty)	PRISONER HEALTH CARE SERVICES	$ 102,048,225	$97,582,404
Prisoner Health Care (Clinical Care)	CLINICAL COMPLEXES	$ 181,572,475	$174,597,030
Prisoner Health Care (Mental Health)	MENTAL HEALTH SERVICES & SUPPORT	$66,855,635	$62,832,446
Bureau of Health Care Services Prior FY and Projected Expenditures by Vendor (funding and expenditures are included in the accounts above)			
Type of Service Integrated Care:	**Vendor Name**	**Projected FY25 Expenditures**	**Prior FY FY24**
Onsite/Offsite Specialty Services	VitalCore	$ 102,048,225	$ 39,843,146
Onsite/Offsite Specialty Services	Grand Prairie	$ 0	$ 56,101,103

Clinical Pharmaceuticals	VitalCore	$ 29,021,396	$ 13,597,118
Clinical Pharmaceuticals	Grand Prairie	$ 0	$ 18,970,402
Mental Health Pharmaceuticals	VitalCore	$10,259,418	$ 3,025,341
Mental Health Pharmaceuticals	Grand Prairie	$ 0	$ 7,874,553

Detailed Accounting of Expenditures on Antipsychotic Medications

Year-to-Date expenditures for antipsychotic medications for October 2024 to March 2025 are $4,663,429.18.

The monthly breakdown of expenditures is:

October 2024	$779,040.49
November 2024	$779,442.75
December 2024	$777,620.75
January 2025	$777,857.36
February 2025	$777,455.10
March 2025	$772,012.73

Fiscal Year 2024 (October 2023-September 2024) antipsychotic medication expenditures totaled: $994,299.81.

Changes Made to the Prescription Drug Formularies

The Michigan Department of Corrections, Bureau of Health Care Services maintains a Clinical Formulary reference book which was first approved on September 20, 2006 and was most-recently updated on December 11, 2024. The Clinical Formulary is regularly reviewed by the MDOC's Pharmacy & Therapeutic Committee and was updated multiple times in 2024. Each time the Clinical Formulary is updated, a memorandum is forwarded to: MDOC Healthcare, MDOC Dental Directors, Grand Prairie Medical and Mental Health Providers (before 5/1/2024), VitalCore Medical and Mental Health Providers (after 5/1/2024), Pharmacorr Pharmacists and Pharmacy Technicians (before 5/1/2024), and CorrectRx Pharmacists and Pharmacy Technicians (after 5/1/2024).