REPORT TO THE LEGISLATURE
Pursuant to P.A. 22 of 2025
Article 2, Section 601
Physical and Mental Health Care Expenditure Report – FY26

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 91 days or more. This exceeds the contractual requirement that claims be paid within 45 days. As of 01/31/2026, the financial review of claims paid showed that only 6.4% of adjudicated claims beginning 02/01/2025 – 01/31/2026 were paid within 45 days by VitalCore. 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
Current Expenditures and Projected Expenditures by allocations

Type of Service	Appropriation Description	YTD FY26 Expenditures as of 01/31/26	Projected FY26 Expenditures	Prior FY FY25
Prisoner Health Care (Off-site / Specialty)	PRISONER HEALTH CARE SERVICES	$ 44,976,165	$ 113,352,956	$ 107,450,366
Prisoner Health Care (Clinical Care)	CLINICAL COMPLEXES	$ 67,212,491	$ 194,515,355	$ 181,587,791
Prisoner Health Care (Mental Health)	MENTAL HEALTH SERVICES & SUPPORT	$ 23,003,591	$ 67,107,147	$ 66,082,076

Bureau of Health Care Services
Current and Projected Expenditures by Vendor

Type of Service Integrated Care:	Vendor Name	YTD FY26 Expenditures as of 01/31/26	Projected FY26 Expenditures	Prior FY FY25
Onsite/Offsite Specialty Services	VitalCore Physicians Group, PLLC	$ 44,910,734	$ 113,098,746	$ 107,025,194
Clinical Pharmaceuticals	VitalCore Physicians Group, PLLC	$ 16,641,105	$ 43,642,087	$ 33,435,700
Mental Health Pharmaceuticals	VitalCore Physicians Group, PLLC	$ 2,258,521	$ 6,408,365	$ 7,629,602

Detailed Accounting of Expenditures on Antipsychotic Medications

Year-to-Date expenditures for antipsychotic medications from October 2025 to January 2026 are $1,977,842.75.

The monthly breakdown of expenditure is:

October 2025	$474,076.66
November 2025	$474,586.16
December 2025	$484,383.96
January 2026	$544,795.97

(Figures for February 2026 are due at the end of March)

Fiscal Year 2025 (October 2024 - September 2025) antipsychotic medication expenditures totaled: $5,061,657.28.

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 October 25th 2025. The Clinical Formulary is regularly reviewed by the MDOC's Pharmacy & Therapeutic Committee and was updated multiple times in 2025. Each time the Clinical Formulary is updated, a memorandum is forwarded to: MDOC Healthcare, BHCS Leadership, MDOC Dental Directors, MDOC Pharmacy Technicians, VitalCore Medical and Mental Health Providers, and CorrectRx Pharmacists and Pharmacy Technicians.