

REPORT TO THE LEGISLATURE
Pursuant to P.A. 84 of 2015
Article V, Section 802
Physical and Mental Health Care Expenditure Report – 4th Quarter

Sec. 802. As a condition of expenditure of the funds appropriated in part 1, the department shall provide the senate and house of representatives appropriations subcommittees on corrections, the legislative corrections ombudsman, the senate and house fiscal agencies, and the state budget director with quarterly reports on physical and mental health care detailing quarterly and fiscal year-to-date expenditures itemized by vendor, allocations, status of payments from contractors to vendors, and projected year-end expenditures from accounts for prisoner health care, mental health care, pharmaceutical services, and durable medical equipment.

Status of Payment from Contractors to Vendors - The Michigan Department of Corrections (MDOC), Budget and Operations Administration, periodically conducts a financial review of Corizon payments for timeliness and accuracy of claims payment information. The financial review for payment status of claims for Service dates beginning 10/1/2015-9/30/2016 for the contract with Corizon showed that 96% of received claims were paid within 45 days. Of the 36,703 service claims received and processed from 10/1/2015-10/30/2016, there were 35,226 vendor claims (complete and with authorization codes) paid within 45 days. There were 1,477 vendor claims (4% of the total vendor claims) paid after 45 days. Monthly reports are received by the MDOC detailing the status of all claims. There has been no complaints to the MDOC in the past year about any vendors receiving late payments for their services.

**Bureau of Health Care Services
Current Expenditures and Projected Expenditures by allocations**

Type of Service	Appropriation Description		FY16 Expenditures
Prisoner Health Care (Off-site / Specialty)	PRISONER HEALTH CARE SERVICES		\$ 78,524,921
Prisoner Health Care (Clinical Care)	CLINICAL & MENTAL HEALTH SVCS & SUPPORT		\$ 222,492,808

**Bureau of Health Care Services
Current and Projected Expenditures by Vendor**

(funding and expenditures are included in the accounts above)

Type of Service	Vendor Name		FY16 Expenditures
Prisoner Health Care (Off-site / Specialty / MPs / Pharmacy Services beginning 6/1/2016 & MH MPs beginning 6/1/2016)	Corizon		\$ 94,596,553
Pharmacy Services	Maxor National Pharmacy Services, Corp.		\$ 29,598,017
Mental Health Services	MHM Correctional Services, Inc.		\$ 10,822,748

Note: Pharmacy services are allocated in Clinical and Mental Health Services Accounts. The vendor expenditures are reported on a full year basis. Due to integrated services contract, these vendors may no longer provide services once the new contract is in place.