

REPORT TO THE LEGISLATURE

Pursuant to P.A. 107 of 2017

Article V, Section 802

Physical and Mental Health Care Expenditure Report – FY17 1st 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 office 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 11/1/2016-11/30/2017 for the contract with Corizon showed that 89.8% of received claims were paid within 45 days. Of the 123,832 service claims received and processed from 11/1/2016-11/30/2017, there were 111,164 vendor claims (complete and with authorization codes) paid within 45 days. There were 12,668 vendor claims (10.2% of the total vendor claims) paid after 45 days. Monthly reports are received by the MDOC detailing the status of all claims. There have been no complaints to the MDOC during this quarter, from vendors receiving late payments from Corizon, for their services.

Bureau of Health Care Services Current Expenditures and Projected Expenditures by allocations (P.A. 107 of 2017)			
Type of Service	Appropriation Description	Expenditure (Oct17- Dec17)	Projected (FY18) Expenditures
Prisoner Health Care (Off-site / Specialty)	PRISONER HEALTH CARE SERVICES	\$ 13,383,887	\$ 71,636,400
Prisoner Health Care (Clinical Care)	CLINICAL COMPLEXES	\$ 37,531,231	\$ 144,082,600
Prisoner Health Care (Mental Health)	MENTAL HEALTH SERVICES & SUPPORT	\$ 11,450,858	\$ 60,606,400
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	Expenditure (Oct17- Dec17)	Projected (FY18) Expenditures
Integrated Prisoner Health Care (offsite/specialty/physicalhealthservice providers/behavioral health service providers/pharmacy)	Corizon	\$ 29,724,911	\$ 128,561,625
Note: Pharmacy services are allocated in Clinical and Mental Health Services Accounts. The vendor expenditures are reported on a projected full year basis where applicable.			