

**REPORT TO THE LEGISLATURE**

**Pursuant to P.A. 64 of 2019**

**Section 802**

**Physical and Mental Health Care Expenditure Report – FY20 2nd Quarter**

Sec. 802. As a condition of expenditure of the funds appropriated in part 1, the department shall provide the senate and house appropriations subcommittees on corrections, the senate and house fiscal agencies, the legislative corrections ombudsman, 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. These reports shall include a breakdown of all payments to the integrated care provider itemized by physical health care, mental health care, and pharmacy services.

**Status of Payment from Contractors to Vendors** - The Michigan Department of Corrections (MDOC), Budget and Operations Administration, conducts a monthly financial review of Corizon payments for timeliness and accuracy of claims payment information. The financial review for payment status of claims for paid dates beginning 2/1/2019 to 2/29/2020 for the contract with Corizon showed that 84.8% of received claims were paid within 45 days. Of the 57,379 service claims (excluding lab claims) paid from 2/1/2019 to 2/29/2020, there were 48,666 vendor claims (complete and with authorization codes) paid within 45 days. There were 8,713 vendor claims (15.2% of the total vendor claims) paid after 45 days. Monthly reports are received by the MDOC detailing the status of all claims. There was one complaint to the MDOC during this quarter from a vendor receiving late payments from Corizon, for services.

<b>Bureau of Health Care Services</b>			
<b>Current Expenditures and Projected Expenditures by allocations (P.A. 207 of 2018)</b>			
<b>Type of Service</b>	<b>Appropriation Description</b>	<b>YTD FY20 Expenditures</b>	<b>Projected FY20 Expenditures</b>
<b>Prisoner Health Care (Off-site / Specialty)</b>	PRISONER HEALTH CARE SERVICES	\$ 47,204,833	\$ 88,844,882
<b>Prisoner Health Care (Clinical Care)</b>	CLINICAL COMPLEXES	\$ 78,475,933	\$ 146,763,100
<b>Prisoner Health Care (Mental Health)</b>	MENTAL HEALTH SERVICES & SUPPORT	\$ 26,334,325	\$ 50,086,199
<b>Bureau of Health Care Services</b>			
<b>Current and Projected Expenditures by Vendor</b>			
<b>(funding and expenditures are included in the accounts above)</b>			
<b>Type of Service Integrated Care:</b>	<b>Vendor Name</b>	<b>YTD FY20 Expenditures</b>	<b>Projected FY20 Expenditures</b>
<b>Onsite/Offsite Specialty Services</b>	Corizon	\$ 43,114,326	\$ 88,844,882
<b>Clinical Pharmaceuticals</b>	Corizon	\$ 13,581,657	\$ 24,587,002
<b>Mental Health Pharmaceuticals</b>	Corizon	\$ 2,245,129	\$ 3,901,830