

REPORT TO THE LEGISLATURE
Pursuant to P.A. 200 of 2012
Section 802 (a)
Physical and Mental Health Care Expenditure Report – 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 senate and house fiscal agencies, and the state budget director with all of the following:

(a) 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), Bureau of Fiscal Management, 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 4/1/2012 to 11/30/2012 for contract with Corizon showed that 99.8% of received claims were paid within 45 days. Of the 42,129 service claims received and processed from 4/1/2012 to 11/30/2012, there were 42,028 vendor claims (complete and with authorization codes) paid within 45 days. There were 101 vendor claims (0.2% of the total vendor claims) were 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 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
(P.A. 63 of 2011)

Type of Service	Appropriation Description	Expenditure (Oct12-Dec12)	Projected (FY13) Expenditures
Prisoner Health Care (Off-site / Specialty)	Prison Health Care Services	\$ 28,855,871	\$ 91,851,700
Prisoner Health Care (Clinical Care)	Clinical Complexes	\$ 29,408,667	\$ 158,448,900
Mental Health Services	Mental Health Services and Support	\$ 8,519,321	\$ 62,412,700
Note: Pharmacy services are allocated in Clinical Accounts			

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 (Oct12-Dec12)	Projected (FY13) Expenditures
Prisoner Health Care (Off-site / Specialty / MSPs)	Corizon	\$ 28,852,628	\$ 90,321,102
Pharmacy Services	Maxor National Pharmacy Services, Corp.	\$ 7,731,594	\$ 27,626,377
Mental Health Services	MHM Correctional Services, Inc.	\$ 3,249,691	\$ 12,998,764
Durable Medical Equipment (PROSTHETIC DEVICES)	Various Vendors	\$ 800	\$ 9,603

Note: Pharmacy services are allocated in Clinical and Mental Health Services Accounts. The New Contract with Maxor National Pharmacy Services was effective 01/01/2012