

Report on Contractual Expenses Incurred

(FY2019 Appropriation Act - Public Act 207 of 2018)

December 31, 2018

Sec. 1882. By December 31 of the current fiscal year, the department shall report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office, documentation of the expenses incurred during the immediate preceding fiscal year by Medicaid health plans and PIHPs for the purpose of meeting the contractual requirements to join the Michigan Health Information Network Shared Services and incentivizing providers to become members of the Health Information Exchange Qualified Organization. The report should also include an estimation of the expenses to be incurred in the current fiscal year by Medicaid health plans and PIHPs for the same purpose of meeting their contractual obligations.



Michigan Health Information Network Shared Services (MiHIN) Expenses

PA 207 of 2018

VENDOR	FY18 Actual Costs	FY19 Estimated Costs
Medicaid Health Plans	\$1,656,579	\$1,735,185
Prepaid Inpatient Health Plans	\$ 128,310	\$ 171,228

Notes:

- Costs represent all costs paid directly to MiHIN (participation fees, use case costs, etc.).
- MiHIN offered incentives to early adopter plans which either waived or significantly reduced the participation costs for both Medicaid Health Plans and Prepaid Inpatient Health Plans.

Michigan Health Information Network Shared Services (MiHIN) Expenses for Medicaid Health Plans (FY 2018)

Customer	Participation Fee	Statewide Admission Discharge Transfer Fee	Medication Reconciliation Fee	Total Annual Amount
Aetna Better Health of Michigan	\$ 21,898	\$ 9,000	\$ -	\$ 30,898
Blue Cross Complete	\$ 93,595	\$ 87,750	\$ 87,750	\$ 269,095
Health Alliance Plan (HAP) Midwest Health Plan	\$ 155,958	\$ 99,000	\$ -	\$ 254,958
Harbor Health Plan	\$ 3,863	\$ 9,000	\$ -	\$ 12,863
McLaren Health Plan Inc	\$ 40,779	\$ 76,500	\$ -	\$ 117,279
Meridian Health Plan	\$ 231,472	\$ 121,500	\$ -	\$ 352,972
Molina Healthcare	\$ 177,590	\$ 99,000	\$ -	\$ 276,590
Total Health Care	\$ 43,062	\$ 65,250	\$ -	\$ 108,312
United Healthcare Community Plan	\$ 116,813	\$ 87,750	\$ -	\$ 204,563
Upper Peninsula Health Plan (UPHP)	\$ 20,050	\$ 9,000	\$ -	\$ 29,050
Total	\$ 905,079	\$ 663,750	\$ 87,750	\$ 1,656,579

Please note that no health plans applied for participation fee discounts in Fiscal Year 2018

Michigan Health Information Network Shared Services (MiHIN) Expenses for Medicaid Health Plans (Fiscal Year 2019 - estimated)

Customer	Participation Fee	Statewide Admission Discharge Transfer Fee	Medication Reconciliation Fee	Total Annual Estimated Amount
Aetna Better Health of Michigan	\$ 27,000	\$ 12,000	\$ -	\$ 39,000
Blue Cross Complete & AmeriHealth	\$ 124,400	\$ 117,000	\$ -	\$ 241,400
Blue Cross Complete	\$ -	\$ -	\$ 117,000	\$ 117,000
Health Alliance Plan (HAP) Midwest Health Plan	\$ 38,160	\$ 132,000	\$ -	\$ 170,160
Harbor Health Plan	\$ 5,000	\$ 12,000	\$ -	\$ 17,000
McLaren Health Plan Inc	\$ 23,688	\$ 102,000	\$ -	\$ 125,688
Meridian Health Plan	\$ 62,614	\$ 162,000	\$ -	\$ 224,614
Molina Healthcare	\$ 220,000	\$ 132,000	\$ -	\$ 352,000
Total Health Care	\$ 58,000	\$ 87,000	\$ -	\$ 145,000
United Healthcare Community Plan	\$ 157,000	\$ 117,000	\$ -	\$ 274,000
Upper Peninsula Health Plan (UPHP)	\$ 17,323	\$ 12,000	\$ -	\$ 29,323
Total	\$ 733,185	\$ 885,000	\$ 117,000	\$ 1,735,185

Plans highlighted above have instituted provider incentives for Fiscal Year 2019 and are getting discounted Participation fees as a result. While the exact discounts are unknown at this point, they are estimated to be around \$300,000 to \$400,000

**Michigan Health Information Network Shared Services (MiHIN) Expenses for
Prepaid Inpatient Health Plans
Fiscal Year 2018 and Fiscal Year 2019**

Prepaid Inpatient Health Plan (PIHP)	Fiscal Year 2018	Fiscal Year 2019 (estimate)
Community Mental Health Partnership of Southeast Michigan	\$ 1,000	\$ 1,000
Detroit-Wayne Mental Health Authority	\$ 35,725	\$ 38,583
Lakeshore Regional Entity	\$ 7,666	\$ 7,800
Macomb County Community Mental Health	\$ -	\$ -
Mid-State Health Network	\$ 50,119	\$ 96,000
NorthCare Network	\$ 2,924	\$ 3,985
Northern Michigan Regional Entity	\$ -	\$ -
Oakland County Community Mental Health Authority	\$ 9,791	\$ 1,080
Region 10 PIHP	\$ 10,365	\$ 10,800
Southwest Michigan Behavioral Health	\$ 10,720	\$ 11,980
Total	\$ 128,310	\$ 171,228