

REPORT TO THE LEGISLATURE
Pursuant to P.A. 84 of 2015
Article V, Section 802
Physical and Mental Health Care Expenditure Report – 3rd 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 6/1/2015-5/31/2016 for the contract with Corizon showed that 99.8% of received claims were paid within 45 days. Of the 35,310 service claims received and processed from 6/1/2015-5/31/2016, there were 35,260 vendor claims (complete and with authorization codes) paid within 45 days. There were 50 vendor claims (0.2% 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 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. 200 of 2012)

Type of Service	Appropriation Description	Expenditure (Oct15-Jun16)	Projected (FY16) Expenditures
Prisoner Health Care (Off-site / Specialty)	PRISONER HEALTH CARE SERVICES	\$ 53,879,473	\$ 75,180,400
Prisoner Health Care (Clinical Care)	CLINICAL & MENTAL HEALTH SVCS & SUPPORT	\$ 152,909,679	\$ 222,579,200

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 (Oct15-Jun16)	Projected (FY16) Expenditures
Prisoner Health Care (Off-site / Specialty / MSPs) thru May 2016	Corizon	\$ 47,555,326	\$ 49,700,000
Integrated Prisoner Health Care (offsite/specialty/physical health service providers/behavioral health service providers/pharmacy)	Corizon	\$ 10,106,585	\$ 43,480,785
Pharmacy Services	Maxor National Pharmacy Services, Corp.	\$ 24,584,619	\$ 29,586,378
Mental Health Services	MHM Correctional Services, Inc.	\$ 9,469,168	\$ 10,822,748

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 or a projected basis for vendors whose contracts have ended May 31, 2016. The Integrated Prisoner Health Care contract is in place effective 6/1/2016.