

PIHP Projected Lapse Report

(FY2017 Appropriation Act - Public Act 268 of 2016)

April 1, 2017

Sec. 928. (1) Each PIHP shall provide, from internal resources, local funds to be used as a part of the state match required under the Medicaid program in order to increase capitation rates for PIHPs. These funds shall not include either state funds received by a CMHSP for services provided to non-Medicaid recipients or the state matching portion of the Medicaid capitation payments made to a PIHP.

(2) It is the intent of the legislature that any funds that lapse from the funds appropriated in part 1 for Medicaid mental health services shall be redistributed to individual CMHSPs as a reimbursement of local funds on a proportional basis to those CMHSPs whose local funds were used as state Medicaid match. By April 1 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, the senate and house policy offices, and the state budget office on the lapse by PIHP from the previous fiscal year and the projected lapse by PIHP in the current fiscal year.



Michigan Department of
Health & Human Services

RICK SNYDER, GOVERNOR
NICK LYON, DIRECTOR

**Report on Estimated Medicaid Lapses from Pre-Paid Inpatient Health Plans
(PIHP)
Section 928(2)**

Under Section 928(2) the Michigan Department of Health and Human Services' estimated lapses for appropriation year 2016 and 2017 are as follows:

2016

Northcare Network	\$ 1,327,117
Southwest MI Behavioral Health	<u>\$ 7,787,802</u>
Total Medicaid Estimated Lapse	\$ 9,114,919

2017

Total Medicaid Estimated Lapse	\$ 0
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