

REPORT TO THE LEGISLATURE
Pursuant to P.A. 252 of 2014
Article V, Section 802 (a)
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 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 4/1/2014 to 4/30/2015 for contract with Corizon showed that 98.96% of received claims were paid within 45 days. Of the 47,307 service claims received and processed from 4/1/2014 to 4/30/2015, there were 46,815 vendor claims (complete and with authorization codes) paid within 45 days. There were 492 vendor claims (1.04% 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. 200 of 2012)

Type of Service	Appropriation Description	Expenditure (Oct14-Jun15)	Projected (FY15) Expenditures
Prisoner Health Care (Off-site / Specialty)	Prisoner Health Care Services	\$ 58,852,540	\$ 75,180,400
Prisoner Health Care (Clinical Care)	Clinical Complexes	\$ 105,239,379	\$ 148,462,600
Mental Health Services	Mental Health Services and Support	\$ 38,062,779	\$ 58,785,200

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 (Oct14-Jun15)	Projected (FY15) Expenditures
Prisoner Health Care (Off-site / Specialty / MSPs)	Corizon	\$ 59,315,413	\$ 75,091,577
Pharmacy Services	Maxor National Pharmacy Services, Corp.	\$ 27,367,516	\$ 35,782,488
Mental Health Services	MHM Correctional Services, Inc.	\$ 8,990,195	\$ 15,411,762

Note: Pharmacy services are allocated in Clinical and Mental Health Services Accounts.