HOUSE BILL No. 5343

November 21, 1991, Introduced by Reps. Profit, DeMars, Bennane, Clack and Brown and referred to the Committee on Appropriations.

A bill to amend Act No. 280 of the Public Acts of 1939, entitled as amended

"The social welfare act,"

as amended, being sections 400.1 to 400.121 of the Michigan Compiled Laws, by adding section 112a.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Section 1. Act No. 280 of the Public Acts of 1939, as
- 2 amended, being sections 400.1 to 400.121 of the Michigan Compiled
- 3 Laws, is amended by adding section 112a to read as follows:
- 4 SEC. 112A. (1) AS USED IN THIS SECTION, "MEDICAID" MEANS
- 5 THE PROGRAM FOR MEDICAL ASSISTANCE ESTABLISHED PURSUANT TO SEC-
- 6 TION 105.
- 7 (2) THE STATE DEPARTMENT SHALL REIMBURSE A PHYSICIAN FOR
- 8 PART OR ALL OF HIS OR HER MEDICAL MALPRACTICE PREMIUM BASED ON A
- 9 FORMULA AS DESCRIBED IN THIS SUBSECTION. THE RATIO OF THE

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- 1 REIMBURSED PORTION OF THE PREMIUM TO THE TOTAL AMOUNT OF THE
- 2 PREMIUM SHALL BE THE SAME AS THE RATIO OF THE NUMBER OF
- 3 MEDICAID-ELIGIBLE OR UNINSURED PATIENTS TREATED BY THE PHYSICIAN
- 4 TO THE TOTAL NUMBER OF PATIENTS TREATED BY THE PHYSICIAN.
- (3) A PHYSICIAN SEEKING REIMBURSEMENT UNDER THIS SECTION
- 6 SHALL SUBMIT AN AFFIDAVIT TO THE STATE DEPARTMENT EACH YEAR ENU-
- 7 MERATING ALL OF THE FOLLOWING FOR THE CALENDAR YEAR JUST
- 8 COMPLETED:
- (A) THE TOTAL NUMBER OF PATIENTS FOR WHOM THE PHYSICIAN PRO-10 VIDED SERVICES.
- (B) THE NUMBER OF MEDICAID-ELIGIBLE OR UNINSURED PATIENTS 11
- 12 FOR WHOM THE PHYSICIAN PROVIDED SERVICES.
- (C) THE PERCENT OF THE PHYSICIAN'S PATIENTS FOR WHOM THE 13
- 14 PHYSICIAN RECEIVED MEDICAID REIMBURSEMENT.
- (D) THE AMOUNT OF THE MEDICAL MALPRACTICE INSURANCE PREMIUM 15
- 16 PAID BY THE PHYSICIAN.
- (4) THE STATE DEPARTMENT SHALL AMEND THE STATE PLAN FOR 17
- 18 MEDICAID AS NECESSARY TO IMPLEMENT THIS SECTION.
- (5) THE STATE DEPARTMENT MAY PROMULGATE RULES PURSUANT TO 19
- 20 THE ADMINISTRATIVE PROCEDURES ACT OF 1969, ACT NO. 306 OF THE
- 21 PUBLIC ACTS OF 1969, BEING SECTIONS 24.201 TO 24.328 OF THE
- 22 MICHIGAN COMPILED LAWS, TO IMPLEMENT THIS SECTION.