



HOUSE BILL No. 4005

February 2, 1993, Introduced Rep. Profit and referred to the Committee on Human Services and Children.

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 400.119b 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 400.119b of the Michigan
3 Compiled Laws, is amended by adding section 112a to read as
4 follows:

5 SEC. 112A. (1) AS USED IN THIS SECTION, "MEDICAID" MEANS
6 THE PROGRAM FOR MEDICAL ASSISTANCE ESTABLISHED PURSUANT TO SEC-
7 TION 105.

1 (2) THE STATE DEPARTMENT SHALL REIMBURSE A PHYSICIAN FOR
2 PART OR ALL OF HIS OR HER MEDICAL MALPRACTICE PREMIUM BASED ON A
3 FORMULA AS DESCRIBED IN THIS SUBSECTION. THE RATIO OF THE REIM-
4 BURSED PORTION OF THE PREMIUM TO THE TOTAL AMOUNT OF THE PREMIUM
5 SHALL BE THE SAME AS THE RATIO OF THE NUMBER OF MEDICAID-ELIGIBLE
6 OR UNINSURED PATIENTS TREATED BY THE PHYSICIAN TO THE TOTAL
7 NUMBER OF PATIENTS TREATED BY THE PHYSICIAN.

8 (3) A PHYSICIAN SEEKING REIMBURSEMENT UNDER THIS SECTION
9 SHALL SUBMIT AN AFFIDAVIT TO THE STATE DEPARTMENT EACH YEAR ENU-
10 MERATING ALL OF THE FOLLOWING FOR THE CALENDAR YEAR JUST
11 COMPLETED:

12 (A) THE TOTAL NUMBER OF PATIENTS FOR WHOM THE PHYSICIAN PRO-
13 VIDED SERVICES.

14 (B) THE NUMBER OF MEDICAID-ELIGIBLE OR UNINSURED PATIENTS
15 FOR WHOM THE PHYSICIAN PROVIDED SERVICES.

16 (C) THE PERCENT OF THE PHYSICIAN'S PATIENTS FOR WHOM THE
17 PHYSICIAN RECEIVED MEDICAID REIMBURSEMENT.

18 (D) THE AMOUNT OF THE MEDICAL MALPRACTICE INSURANCE PREMIUM
19 PAID BY THE PHYSICIAN.

20 (4) THE STATE DEPARTMENT SHALL AMEND THE STATE PLAN FOR
21 MEDICAID AS NECESSARY TO IMPLEMENT THIS SECTION.

22 (5) THE STATE DEPARTMENT MAY PROMULGATE RULES PURSUANT TO
23 THE ADMINISTRATIVE PROCEDURES ACT OF 1969, ACT NO. 306 OF THE
24 PUBLIC ACTS OF 1969, BEING SECTIONS 24.201 TO 24.328 OF THE
25 MICHIGAN COMPILED LAWS, TO IMPLEMENT THIS SECTION.