

SENATE BILL No. 1

January 10, 2007, Introduced by Senator GEORGE and referred to the Committee on Health Policy.

A bill to amend 1939 PA 280, entitled
"The social welfare act,"
(MCL 400.1 to 400.119b) by adding section 105b.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

1 SEC. 105B. THE DEPARTMENT SHALL SEEK APPROPRIATE AMENDMENTS TO
2 THE MEDICAID STATE PLAN AND SHALL INCLUDE IN ANY FEDERAL WAIVER
3 REQUEST, SUBMITTED WITH THE INTENT TO SECURE FEDERAL MATCHING FUNDS
4 TO COVER THE MEDICALLY UNINSURED, LANGUAGE TO ALLOW THE DEPARTMENT
5 OF COMMUNITY HEALTH TO DO, AT A MINIMUM, ALL OF THE FOLLOWING:

6 (A) USE MEDICAID FUNDS TO CREATE INCENTIVES FOR INDIVIDUAL
7 MEDICAL ASSISTANCE RECIPIENTS WHO PRACTICE SPECIFIED POSITIVE
8 HEALTH BEHAVIORS. THE INCENTIVES DESCRIBED IN THIS SUBDIVISION MAY
9 INCLUDE, BUT ARE NOT LIMITED TO, EXPANDED BENEFITS AND INCENTIVES
10 RELATING TO PREMIUMS, CO-PAYS, OR BENEFITS.

11 (B) ALLOW THE DEPARTMENT OF COMMUNITY HEALTH TO CREATE PAY-

1 FOR-PERFORMANCE INCENTIVES FOR CONTRACTED MEDICAID HEALTH
2 MAINTENANCE ORGANIZATIONS. THE MEDICAID HEALTH MAINTENANCE
3 ORGANIZATION CONTRACTS WOULD INCLUDE INCENTIVES FOR MEETING HEALTH
4 OUTCOME TARGETS FOR CHRONIC DISEASE STATES AND PATIENT COMPLIANCE
5 TARGETS ESTABLISHED BY THE DEPARTMENT OF COMMUNITY HEALTH.

6 (C) ALLOW THE DEPARTMENT OF COMMUNITY HEALTH TO ESTABLISH A
7 PREFERRED PRODUCT AND SERVICE FORMULARY PROGRAM FOR DURABLE MEDICAL
8 EQUIPMENT. THE PREFERRED PRODUCT AND SERVICE FORMULARY PROGRAM FOR
9 DURABLE MEDICAL EQUIPMENT WOULD REQUIRE PARTICIPATION FROM THE
10 DEPARTMENT OF COMMUNITY HEALTH, THE CONTRACTED MEDICAID HEALTH
11 MAINTENANCE ORGANIZATIONS, AND PROVIDER ORGANIZATIONS.

12 (D) PROVIDE FINANCIAL SUPPORT FOR ELECTRONIC HEALTH RECORDS
13 INCLUDING E-PRESCRIBING, WEB-BASED MEDICAL RECORDS, AND OTHER
14 HEALTH INFORMATION TECHNOLOGY INITIATIVES USING MEDICAID FUNDS.