

SENATE BILL No. 1255

May 9, 2006, Introduced by Senators GEORGE, JOHNSON, STAMAS, GARCIA, CROPSEY, JELINEK, HARDIMAN, BROWN, McMANUS, GOSCHKA, BISHOP, CASSIS, KUIPERS and PATTERSON and referred to the Committee on Appropriations.

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 APPLY FOR ANY NECESSARY FEDERAL
3 WAIVER OF MEDICAID REQUIREMENTS TO ALLOW THE DEPARTMENT OF
4 COMMUNITY HEALTH TO DO ALL OF THE FOLLOWING:

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

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

7 (C) ALLOW THE DEPARTMENT OF COMMUNITY HEALTH TO ESTABLISH A
8 PREFERRED PROVIDER PROGRAM FOR DURABLE MEDICAL EQUIPMENT. THE
9 PREFERRED PROVIDER PROGRAM FOR DURABLE MEDICAL EQUIPMENT WOULD
10 REQUIRE PARTICIPATION FROM THE DEPARTMENT OF COMMUNITY HEALTH, THE
11 CONTRACTED MEDICAID HEALTH MAINTENANCE ORGANIZATIONS, AND PROVIDER
12 ORGANIZATIONS. THE DEPARTMENT OF COMMUNITY HEALTH SHALL ASK THAT
13 THE FEDERAL WAIVER WAIVE THE ANY-WILLING-PROVIDER REQUIREMENT FOR
14 MEDICARE-MEDICAID DUAL ENROLLEES TO ALLOW THE STATE TO CREATE A
15 PREFERRED PROVIDER LIST FOR DURABLE MEDICAL EQUIPMENT.

16 (D) PROVE FINANCIAL SUPPORT FOR ELECTRONIC HEALTH RECORDS
17 INCLUDING E-PRESCRIBING WEB-BASED MEDICAL RECORDS AND OTHER HEALTH
18 INFORMATION TECHNOLOGY INITIATIVES USING MEDICAID FUNDS.