

SENATE BILL No. 594

November 7, 1991, Introduced by Senators POLLACK,
WELBORN, V. SMITH, CHERRY, SCHWARZ, STABENOW and
DILLINGHAM and referred to the Committee on
Health Policy.

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:

5 (A) "MEDICAID" MEANS THE PROGRAM FOR MEDICAL ASSISTANCE
6 ESTABLISHED PURSUANT TO SECTION 105.

7 (B) "PHYSICIAN" MEANS A PHYSICIAN WHO HAS ENTERED INTO AN
8 ENROLLMENT AGREEMENT WITH THE DIRECTOR UNDER SECTION 111B AS A
9 MEDICAID PROVIDER.

1 (2) IN ORDER TO INCREASE THE ACCESS OF PREGNANT
2 MEDICAID-ELIGIBLE WOMEN TO PRENATAL AND DELIVERY CARE, THE STATE
3 DEPARTMENT SHALL AMEND THE STATE PLAN FOR MEDICAID TO PROVIDE FOR
4 A SLIDING SCALE REIMBURSEMENT OF MEDICAL MALPRACTICE INSURANCE
5 PREMIUMS TO PHYSICIANS WHO PROVIDE OBSTETRICAL SERVICES TO
6 MEDICAID-ELIGIBLE PATIENTS.

7 (3) 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 REIM-
10 BURED PORTION OF THE PREMIUM TO THE TOTAL AMOUNT OF THE PREMIUM
11 SHALL BE THE SAME AS THE RATIO OF THE NUMBER OF MEDICAID-ELIGIBLE
12 OBSTETRICAL PATIENTS TREATED BY THE PHYSICIAN TO THE TOTAL NUMBER
13 OF OBSTETRICAL PATIENTS TREATED BY THE PHYSICIAN.

14 (4) A PHYSICIAN SEEKING REIMBURSEMENT UNDER THIS SECTION
15 SHALL SUBMIT AN AFFIDAVIT TO THE STATE DEPARTMENT EACH YEAR ENU-
16 MERATING ALL OF THE FOLLOWING FOR THE CALENDAR YEAR JUST
17 COMPLETED:

18 (A) THE TOTAL NUMBER OF PATIENTS FOR WHOM THE PHYSICIAN PRO-
19 VIDED OBSTETRICAL SERVICES.

20 (B) THE NUMBER OF MEDICAID-ELIGIBLE PATIENTS FOR WHOM THE
21 PHYSICIAN PROVIDED OBSTETRICAL SERVICES.

22 (C) THE PERCENT OF THE PHYSICIAN'S OBSTETRICAL PATIENTS FOR
23 WHOM THE PHYSICIAN RECEIVED MEDICAID REIMBURSEMENT.

24 (D) THE AMOUNT OF THE MEDICAL MALPRACTICE INSURANCE PREMIUM
25 PAID BY THE PHYSICIAN.