



STATE OF MICHIGAN
DEPARTMENT OF HEALTH AND HUMAN SERVICES
LANSING

GRETCHEN WHITMER
GOVERNOR

ROBERT GORDON
DIRECTOR

July 23, 2020

TO: Executive Directors of Prepaid Inpatient Health Plans
and Community Mental Health Services Programs

FROM: Jeffery L. Wieferich, M.A., LLP *JW*
Director
Bureau of Community Based Services

Re: July – September Premium Pay Place of Service Clarification

All individuals who received the premium pay increase from April 1st through June 30th will continue to receive that increase from July 1st through September 30th per Public Act 123 of 2020. Prepaid Inpatient Health Plans will receive the funding for the extended pay increase in their September, Medicaid capitation payment. With this funding extension, all the allowable service codes that were previously approved, remain approved and there is now no restriction on the place of service. Every effort should be made to continue to pay this wage increase as the State builds the funding into the capitation payment.

cc: Al Jansen
Belinda Hawks
Jackie Sproat
Kathy Haines