



## County of Marquette BOARD OF COMMISSIONERS

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Gerald O. Corkin, Chairman

Joe Derocha, Vice-Chair Karen Alholm Bill Nordeen Johnny DePetro Stephen Adamini

## RESOLUTION

Urging State Legislature to Amend the Michigan No-Fault Auto Insurance Reform Act to Address a Reimbursement Cap for Auto Accident Victims

WHEREAS the Michigan No-Fault Auto Insurance Reform Act of 2019 introduced a fee schedule, which took effect on July 1, 2021, that set percentage limits on how much doctors, hospitals, clinics, institutions, and persons can be paid or reimbursed for providing treatment or care to auto accident victims; and

WHEREAS the reimbursement rates under the Michigan No-Fault medical fee schedule limit the amount payable to a health provider for treatment or services reimbursable by Medicare, limit the reimbursement rate for care providers whose treatment or services are not covered by Medicare, and limit No-Fault coverage for in-home family provided care; and

WHEREAS rates for services not provided by Medicare were reduced by 45% from what providers received in January 2019; and

**WHEREAS** the new law applies retroactively the changes made to a fee schedule, which is fundamentally unfair to individuals who purchased coverages and were injured in motor vehicle accidents before the No-Fault Act was amended in 2019; and

WHEREAS these fee caps affect the auto accident victims who are receiving long-term care and rehabilitation paid for by the Michigan Catastrophic Claims Association (MCCA) through the pervehicle annual fee that all Michigan drivers were once assessed; and

WHEREAS the MCCA's 2021 Annual Statement show its assets are over \$27 billion and its total liabilities are slightly over \$22 billion; and

WHEREAS after the updated medical fee schedules have gone into effect, auto accident victims are struggling now to access even minimal care; and

WHEREAS some patients who are not able to find long-term catastrophic care services could be forced to leave their own homes; and

WHEREAS the new law is also causing a lot of payment delays, payment denials and unneccessary hurdles which patients did not have to go through prior to July 1, 2021; and

WHEREAS even though lifetime medical benefits are still guaranteed under the new law, they are meaningless if patients have very limited or no access to them; and

WHEREAS there are many Marquette County residents, and their families, who are currently benefiting, or would in the future, from services pertaining to their care, recovery and rehabilitation from catastrophic injuries but are already directly affected if the current law is not changed; and

WHEREAS significant numbers of Marquette County medical and rehabilitation businesses that service accident victims who are covered under this law suffer income loss and could be forced to lay off employees, or even close entirely, if this reform is not changed; and

WHEREAS already more than 18,000 individuals with spinal cord injuries, brain injuries and other catastophic injuries in Michigan have to find another way to receive care and support because of this major change to the State's No-Fault auto insurance law; and

WHEREAS according to the Michigan Brain Injury Provider Council (MBIPC), more than 750 patients have already lost access to medical care since the changes took effect in July; and

WHEREAS at least 41 Michigan-based care companies have had to either close their doors completely or dischage patients receiving benefits via No-Fault auto insurance; and
WHEREAS these actions have already put at least 1,500 healthcare workers out of a job; and
WHEREAS these actions have already put at least 1,500 healthcare workers out of a job; and

WHEREAS this is a humanitarian crisis born from a government-mandated price fix, and only the legislature can undo it; and

WHEREAS there is bipartisan support to address the reimbursement issues, but the House and Senate leadership have so far taken what appears to be a "wait and see" approach to July 1, 2021, fee schedule change.

**NOW THEREFORE BE IT RESOLVED** that the Marquette County Board of Commissioners hereby urges the Michigan Legislature to amend the Michigan No-Fault Auto Insurance Reform Act to address a sustainable reimbursement cap for services provided to auto accident victims and preserve the benefits to survivors who receive long-term care paid by the Michigan Catastophic Claims Association.

Minority Leaders, the State House Speaker and M County delegation to the Michigan Legislature.	linority Leader, the the members of the Marquette	
Ayes: Comm. Adamini, Comm. Nordeen, Comm.  And Chairperson Corkin	Alholm, Comm. Depetro, Comm. Derocha,	
Nays: None		
Resolution declared approved dated this 12 <sup>th</sup> day of Date _April 12, 2022	of April, 2022.  Seuld O. Corkin, Chairperson	
	Marquette County Board of Commissioners	
CERT	<u>CIFICATE</u>	
STATE OF MICHIGAN ) ) ss		
COUNTY OF MARQUETTE )		
	anty Clerk of the County of Marquette, Michigan, doublete copy of proceedings taken at a regular meeting Marquette held on the 5 <sup>th</sup> day of April, 2022.	
IN WITNESS WHEREOF, I have hereunto affin	xed my official signature this 5 <sup>th</sup> day of April, 2022.	
DateApril 12, 2022	Anda X Tarra	
	Linda Talsma	

Marquette County Clerk

**BE IT FURTHER RESOLVED** that the Marquette County Clerk is requested to forward copies of the adopted resolution to the Governor of the State of Michigan, the State Senate Majority and the