

Orange County Government

Orange County Administration Center 201 S Rosalind Ave. Orlando, FL 32802-1393

Legislation Text

File #: 25-885, Version: 1

Interoffice Memorandum

DATE: June 2, 2025

TO: Mayor Jerry L. Demings and County Commissioners

THROUGH: Raul Pino, M.D., MPH, Director

FROM: John Goodrich, Deputy Director

CONTACT: Sandra Roe

PHONE: 407-836-7611

DIVISION: N/A

ACTION REQUESTED:

Approval to pay Orange County's estimated Medicaid share of cost in accordance with Florida Statute 409.915 for state fiscal year 2025-2026 in the amount of \$27,740,977.

PROJECT: N/A

PURPOSE: The State of Florida requires every county to contribute funds to help offset the state's portion of Medicaid. In the past, the state billed counties for services used by their residents. In 2013, the legislature changed the way counties are billed for their share of cost by instituting a formula-based contribution in lieu of the former billing system. Each counties' contribution is based on their share of the state's Medicaid population. Orange County's estimated contribution for the state's 2025-26 fiscal year is \$27,740,977. The County has budgeted \$28.5 million to cover Medicaid costs next year. This amount is broken down into equal monthly payments, which the County remits to the state. If a county does not submit the required monthly payment, the state will deduct the appropriate amount from their monthly sales tax distribution.

BUDGET: N/A

APPROVED BY ORANGE COUNTY BOARD OF COUNTY COMMISSIONERS

BCC Mtg. Date: June 17, 2025

Medicaid Program

Remittance of County Share of Matching Funds

Effective July 1, 2025

Per Section 409.915, Florida Statutes, the Department of Revenue is responsible for collecting the county share of costs for Medicaid recipients. Although the State is responsible for the full portion of the state share of the matching funds required for the Medicaid program, the state is required to charge the counties an annual contribution in order to acquire a certain portion of these funds.

For the 2025/26 state fiscal year, the total amount of the counties annual contribution is \$426,700,000. Orange County's annual contribution is \$27,740,977.00, with a monthly allocation of \$2,311,748.08, which is due to the Department of Revenue by the 5th day of each month. Please use the new monthly amount beginning July 2025. If the county fails to remit the payment, the Department will reduce the monthly distribution to the county pursuant to Section 218.61, Florida Statutes, (Half-Cent); and if necessary, the distribution to the county pursuant to Section 218.26, Florida Statutes, (Revenue Sharing).

Payments should be submitted on or before 5:00 p.m., ET, on the last working day before the 5th day of each month. A calendar of remittance dates containing deadlines is available on the remittance website. Please report any problems with the remittance system immediately to Fili Arsa at Fili.Arsa@FloridaRevenue.com.

If you have any questions or need assistance, please do not hesitate to contact me.



Fili Arsa

Tax Law Specialist

GTA/RRA/Revenue Accounting

Florida Department of Revenue

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