



Interoffice Memorandum

AGENDA ITEM

June 6, 2017

TO: Mayor Teresa Jacobs
-AND-
Board of County Commissioners

THRU: George Ralls, M.D., Deputy County Administrator
County Administrator's Office

FROM: John Goodrich, Fiscal and Operational Support Manager
Health Services Department
(407) 836-7689

SUBJECT: Medicaid Match SFY 2017-18
Consent Agenda – June 20, 2017

J. Goodrich

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. The formula system is based on a combination of past expenditures and the Medicaid population for the County. Orange County's contribution for the states 2017-18 fiscal year is \$19,373,018.61. The County has budgeted \$20 million to cover Medicaid costs this 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.

ACTION REQUESTED: Approval to pay Orange County's Medicaid share of cost in accordance with Florida Statute 409.915 for state fiscal year 2017-18 in the amount of \$19,373,018.61. **(Health Services Department)**

Attachment

Cc: Kurt Petersen, Manager, Office of Management and Budget
Sandy Sanders, Manager, Accounts Payable, Comptroller's Office

Medicaid Program

Remittance of County Share of Matching Funds

Effective July 1, 2017

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 2017/18 state fiscal year, the total amount of the counties annual contribution is \$287,900,000. Orange County's annual contribution is \$19,373,018.61, with a monthly allocation of \$1,614,418.22, which is due to the Department of Revenue by the 5th day of each month. Please use the new monthly amount beginning July 2017. 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 business day prior to the 5th of each month. A calendar of remittance dates containing deadlines will be provided as soon as it is available. Please immediately report any problems with the remittance system to Marsha Revell at Marsha.Revell@FloridaRevenue.com or (850) 717-7254.

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