

June 6, 2019

TO:

Mayor Jerry L. Demings

-AND-

**Board of County Commissioners** 

THRU:

Yolanda G. Martinez, EdPhD., PhD., Director 🗸

Health Services Department

FROM:

John Goodrich, Deputy Director J. Godrick

Health Services Department

(407) 836-7689

SUBJECT:

Medicaid Match SFY 2019-20

Consent Agenda - June 18, 2019

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 contribution for the states 2019-20 fiscal year is \$20,404,487.55. The County has budgeted \$21 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 2019-20 in the amount of \$20,404,487.55. (Health

Services Department)

## Attachment

Claudia Yabrudy, Assistant Manager, Fiscal and Operational Support, HSD 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, 2019

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 2019/20 state fiscal year, the total amount of the counties annual contribution is \$302,100,000. Orange County's annual contribution is \$20,404,487.55, with a monthly allocation of \$1,700,373.96, which is due to the Department of Revenue by the fifth day of each month. Please use the new monthly amount beginning July 2019. 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 fifth 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.



Marsha Revell

Tax Law Specialist

Revenue Accounting

Florida Department of Revenue
(850) 717-7254

Marsha.Revell@floridarevenue.com