

Report to the Executive Appropriations Committee

Medicaid Intergovernmental Transfers

October 2017



Statutory Requirement

As required by House Bill 194 (2017), the Utah Department of Health (Department) submits this response to comply with the following statutory requirement in UCA 26-18-21(2)(b):

On or before October 15, 2017, and on or before October 15 each year thereafter, the department shall prepare a report for the Executive Appropriations Committee that includes:

- i. the amount of each intergovernmental transfer under Subsection (2)(a);*
- ii. the department's analysis of the risk of a federal disallowance for the state; and*
- iii. other information the department gathers about the intergovernmental transfer under Subsection (2)(a).*

Definitions

Seed – The amount of non-federal share paid to the Department through an intergovernmental transfer.

3-2-1 Administrative Indirect Match – Amount contractually agreed to by the Department and the seeding entity to cover administrative costs incurred by the Department.

Amount of Intergovernmental Transfers

The following table details the program, entity, and amount of intergovernmental transfer that was received by the Department on a cash basis. During any given state fiscal year, there are adjustments to seed and 3-2-1 administrative indirect match based on adjustments to the expenditure transactions. These adjustments may relate to claims paid in a prior fiscal year, but were adjusted in a subsequent fiscal year. As a result, the seed and/or 3-2-1 amounts are sometimes negative.

Dental services for Blind/Disabled adults did not start until July 1, 2017; however, the seed and 3-2-1 from the University of Utah School of Dentistry for that program for the first quarter of state fiscal year 2018 were received by the Department in state fiscal year 2017. This is due to federal requirements that intergovernmental transfers for seed be collected prior to the first occurrence of an expenditure.

COUNTY MENTAL HEALTH	Seed	3-2-1	Total
CACHE COUNTY	\$2,041,545.54	\$83,878.76	\$2,125,424.30
CARBON COUNTY	\$1,000,465.04	\$50,836.19	\$1,051,301.23
DAVIS COUNTY	\$3,047,815.02	\$120,266.94	\$3,168,081.96
NORTHEASTERN COUNSELING CENTER	\$1,535,462.32	\$66,433.04	\$1,601,895.36
SALT LAKE COUNTY	\$15,610,836.12	\$548,545.42	\$16,159,381.54
SAN JUAN COUNTY	(\$89.28)	\$397.50	\$308.22
SIX COUNTY ASSOCIATION OF GOVERNMENTS	\$1,150,188.49	\$55,177.70	\$1,205,366.19
SOUTHWEST BEHAVIORAL HEALTH	\$2,571,418.98	\$101,626.38	\$2,673,045.36
SUMMIT COUNTY	\$181,630.14	\$17,746.55	\$199,376.69
TOOELE COUNTY	\$939,390.03	\$51,903.96	\$991,293.99
WASATCH MENTAL HEALTH	\$6,544,452.43	\$242,092.27	\$6,786,544.70
WEBER HUMAN SERVICES	\$3,668,149.93	\$110,448.17	\$3,778,598.10
FY 2017 TOTAL	\$38,291,264.76	\$1,449,352.88	\$39,740,617.64

COUNTY SUBSTANCE ABUSE	Seed	3-2-1	Total
BEAR RIVER HEALTH DEPARTMENT	\$46,980.86	\$1,797.34	\$48,778.20
CARBON COUNTY	\$124,051.74	\$9,726.34	\$133,778.08
DAVIS COUNTY	\$181,957.23	\$16,526.86	\$198,484.09
NORTHEASTERN COUNSELING CENTER	\$40,397.71	\$4,007.04	\$44,404.75
SALT LAKE COUNTY	\$2,100,629.37	\$82,981.95	\$2,183,611.32
SAN JUAN COUNTY	(\$29.76)	(\$29.76)	(\$59.52)
SIX COUNTY ASSOCIATION OF GOVERNMENTS	\$112,500.83	\$10,704.37	\$123,205.20
SOUTHWEST BEHAVIORAL HEALTH	\$190,357.79	\$17,629.11	\$207,986.90
SUMMIT COUNTY	\$10,327.26	\$993.17	\$11,320.43
TOOELE COUNTY	\$61,063.86	\$6,058.51	\$67,122.37
UTAH COUNTY	\$361,018.87	\$24,246.51	\$385,265.38
WASATCH MENTAL HEALTH	\$6,211.15	\$1,057.06	\$7,268.21
WEBER HUMAN SERVICES	\$298,422.26	\$19,720.58	\$318,142.84
FY 2017 TOTAL	\$3,533,889.17	\$195,419.08	\$3,729,308.25

DISPROPORTIONATE SHARE HOSPITAL	Seed	3-2-1	Total
BEAVER VALLEY HOSPITAL	\$544,048.08	\$32,025.23	\$576,073.31
CANYONLANDS HEALTH CARE SPECIAL SERVICE DISTRICT	(\$60,398.44)	\$9,597.49	(\$50,800.95)
GARFIELD MEMORIAL HOSPITAL	\$128,612.41	\$11,354.39	\$139,966.80
GUNNISON VALLEY HOSPITAL	(\$63,272.83)	(\$6,394.03)	(\$69,666.86)
KANE COUNTY HOSPITAL	\$105,692.19	\$16,789.09	\$122,481.28
MILFORD VALLEY HOSPITAL	\$15,896.28	\$1,422.88	\$17,319.16
SAN JUAN REGIONAL HOSPITAL	\$320,752.46	\$25,643.41	\$346,395.87
UNIVERSITY OF UTAH HOSPITALS AND CLINICS	\$6,310,729.76	\$224,658.80	\$6,535,388.56
FY 2017 TOTAL	\$7,302,059.91	\$315,097.26	\$7,617,157.17

HEALTHY U HEALTH PLAN	Seed	3-2-1	Total
HEALTHY U HEALTH PLAN	\$1,024,657.15	\$10,246.94	\$1,034,904.09

INPATIENT UPPER PAYMENT LIMIT	Seed	3-2-1	Total
UNIVERSITY OF UTAH HOSPITALS AND CLINICS	\$16,392,540.24	\$519,369.52	\$16,911,909.76

NURSING FACILITY UPPER PAYMENT LIMIT	Seed	3-2-1	Total
BEAVER VALLEY HOSPITAL	\$21,510,074.90	\$1,311,757.83	\$22,821,832.73
CANYONLANDS CARE CENTER	\$302,607.95	\$25,106.83	\$327,714.78
EMERY COUNTY CARE AND REHAB CENTER	\$196,720.90	\$18,149.88	\$214,870.78
GUNNISON VALLEY HOSPITAL	\$322,002.06	\$34,491.61	\$356,493.67
MILLARD COUNTY CARE AND REHAB CENTER	\$311,879.66	\$24,972.38	\$336,852.04
PAROWAN CITY	(\$33,891.78)	(\$3,406.18)	(\$37,297.96)
UINTAH CARE CENTER	\$416,371.83	\$29,261.67	\$445,633.50
FY 2017 Total	\$23,025,765.52	\$1,440,334.02	\$24,466,099.54

NURSE AID REGISTRY	Seed	3-2-1	Total
DAVIS APPLIED TECHNOLOGY COLLEGE	\$53,872.69	\$3,232.37	\$57,105.06

OUTPATIENT HOSPITAL UPPER PAYMENT LIMIT	Seed	3-2-1	Total
BEAVER VALLEY HOSPITAL	\$31,995.06	\$3,188.88	\$35,183.94
GARFIELD MEMORIAL HOSPITAL	\$56,423.97	\$5,623.65	\$62,047.62
GUNNISON VALLEY HOSPITAL	\$35,576.52	\$2,363.88	\$37,940.40
KANE COUNTY HOSPITAL	\$2,304.15	\$229.65	\$2,533.80
MILFORD VALLEY HOSPITAL	\$6,755.52	\$673.32	\$7,428.84

SAN JUAN REGIONAL HOSPITAL	\$42,637.89	\$4,249.62	\$46,887.51
UNIVERSITY OF UTAH HOSPITALS AND CLINICS	\$7,384,153.49	\$414,001.90	\$7,798,155.39
FY 2017 Total	\$7,559,846.60	\$430,330.90	\$7,990,177.50

SCHOOL BASED SKILLS DEVELOPMENT	Seed	3-2-1	Total
ALPINE SCHOOL DISTRICT	\$1,240,646.59	\$49,309.16	\$1,289,955.75
BEAVER COUNTY SCHOOL DISTRICT	\$4,203.30	\$376.47	\$4,579.77
BOX ELDER SCHOOL DISTRICT	\$204,646.28	\$18,620.47	\$223,266.75
CACHE COUNTY SCHOOL DISTRICT	\$302,353.52	\$13,659.26	\$316,012.78
CANYONS SCHOOL DISTRICT	\$579,757.37	\$36,149.70	\$615,907.07
CARBON SCHOOL DISTRICT	\$55,892.21	\$6,583.70	\$62,475.91
DAVIS COUNTY SCHOOL DISTRICT	\$1,129,035.05	\$52,116.77	\$1,181,151.82
DUCHESNE COUNTY SCHOOL DISTRICT	\$29,120.42	\$2,503.57	\$31,623.99
ENTHEOS ACADEMY	\$35,276.32	\$2,985.68	\$38,262.00
GARFIELD COUNTY SCHOOL DISTRICT	\$4,951.42	\$673.02	\$5,624.44
GRAND COUNTY SCHOOL DISTRICT	\$820,885.34	\$67,735.06	\$888,620.40
JORDAN SCHOOL DISTRICT	\$5,253,475.41	\$44,762.95	\$5,298,238.36
JUAB COUNTY SCHOOL DISTRICT	\$15,290.14	\$1,813.85	\$17,103.99
KANE COUNTY SCHOOL DISTRICT	\$3,154.96	\$535.67	\$3,690.63
LOGAN CITY SCHOOL DISTRICT	\$129,494.21	\$13,967.68	\$143,461.89
MILLARD SCHOOL DISTRICT	\$18,667.59	\$1,845.07	\$20,512.66
MORGAN SCHOOL DISTRICT	\$29,561.09	\$2,948.87	\$32,509.96
MURRAY SCHOOL DISTRICT	\$77,948.73	\$12,289.36	\$90,238.09
NEBO SCHOOL DISTRICT	\$351,010.80	\$40,084.36	\$391,095.16
NORTH SANPETE SCHOOL DISTRICT	\$2,025.16	\$217.56	\$2,242.72
OGDEN SCHOOL DISTRICT	\$293,641.83	\$25,211.90	\$318,853.73
PROVO SCHOOL DISTRICT	\$302,748.73	\$24,652.50	\$327,401.23
SALT LAKE CITY SCHOOL DISTRICT	\$255,660.86	\$33,083.23	\$288,744.09
SAN JUAN SCHOOL DISTRICT	\$11,793.66	\$1,442.22	\$13,235.88
SEVIER SCHOOL DISTRICT	\$36,346.42	\$3,408.30	\$39,754.72
SOUTH SANPETE SCHOOL DISTRICT	\$98,632.07	\$5,742.27	\$104,374.34
SOUTHERN UTAH LEA DISTRICTS	\$65,082.68	\$8,979.01	\$74,061.69
SPECTRUM ACADEMY	\$134,327.95	\$15,188.41	\$149,516.36
TOOELE COUNTY SCHOOL DISTRICT	\$158,854.53	\$16,987.80	\$175,842.33
UINTAH SCHOOL DISTRICT	\$24,220.05	\$5,387.59	\$29,607.64
WASATCH COUNTY SCHOOL DISTRICT	\$22,842.09	\$3,488.70	\$26,330.79
WASHINGTON COUNTY SCHOOL DISTRICT	\$144,086.29	\$19,481.72	\$163,568.01
WAYNE COUNTY SCHOOL DISTRICT	\$798.11	\$107.97	\$906.08
WEBER SCHOOL DISTRICT	\$358,372.37	\$28,352.77	\$386,725.14
FY 2017 TOTAL	\$12,194,803.55	\$560,692.62	\$12,755,496.17

TARGETED CASE MANAGEMENT	Seed	3-2-1	Total
BEAR RIVER HEALTH DEPARTMENT	\$44,688.98	\$4,799.80	\$49,488.78
CENTRAL UTAH PUBLIC HEALTH	\$19,781.59	\$2,085.45	\$21,867.04
DAVIS COUNTY	\$152,087.47	\$16,163.52	\$168,250.99
SALT LAKE COUNTY HEALTH DEPARTMENT	\$274,777.44	\$24,233.38	\$299,010.82
SAN JUAN COUNTY	\$602.00	\$60.00	\$662.00
SIX COUNTY ASSOCIATION OF GOVERNMENTS	(\$533.03)	(\$6.66)	(\$539.69)
SOUTHEAST HEALTH DISTRICT	\$7,138.89	\$872.47	\$8,011.36
SOUTHWEST UTAH PUBLIC HEALTH	(\$42,294.77)	(\$593.75)	(\$42,888.52)
TOOELE COUNTY	\$22,025.66	\$2,355.97	\$24,381.63
TRI-COUNTY HEALTH DEPARTMENT	\$15,671.94	\$1,690.84	\$17,362.78
UTAH COUNTY	\$180,822.87	\$19,050.05	\$199,872.92
WASATCH COUNTY	\$76.23	\$10.68	\$86.91
WEBER COUNTY	\$67,847.00	\$36,808.52	\$104,655.52
FY 2017 TOTAL	\$742,692.27	\$107,530.27	\$850,222.54

UNIVERSITY OF UTAH MEDICAL GROUP PHYSICIAN ENHANCEMENT	Seed	3-2-1	Total
UNIVERSITY OF UTAH HOSPITALS AND CLINICS	\$557,324.50	\$32,663.55	\$589,988.05
UNIVERSITY OF UTAH MEDICAL GROUP	\$12,383,594.16	\$495,968.74	\$12,879,562.90
FY 2017 TOTAL	\$12,940,918.66	\$528,632.29	\$13,469,550.95

UNIVERSITY OF UTAH SCHOOL OF DENTISTRY DISABILITY DENTAL	Seed	3-2-1	Total
UNIVERSITY OF UTAH SCHOOL OF DENTISTRY	\$62,500.00	\$5,440.53	\$67,940.53

Analysis of the Risk of a Federal Disallowance for the State

PROGRAM	ANALYSIS OF RISK OF FEDERAL DISALLOWANCE				
	Age of the program *	Significance of program payments **	Significant changes ***	Significant audit findings ****	Overall Risk Assessment
County Mental Health	L	H	L	L	M
County Substance Abuse	L	H	L	L	M
Disproportionate Share Hospital	L	M	L	L	L
Healthy U Health Plan	M	L	H	L	M
Inpatient Upper Payment Limit	L	L	L	L	L
Nursing Facility Upper Payment Limit	H	H	H	H	H
Nurse Aid Registry	L	L	M	L	L
Outpatient Hospital Upper Payment Limit	M	L	L	L	L
School Based Skills Development	L	L	L	M	L
Targeted Case Management	L	L	L	M	L
University of Utah Medical Group Physician Enhancement	M	L	L	M	M
University of Utah School of Dentistry Disability Dental	H	L	H	L	M

H = Higher Risk
M = Moderate Risk
L = Lower Risk

* The Department analyzed the risk associated with the length of time the program has existed in Utah. Newer programs were ranked as a higher risk of federal disallowance than established programs.

** The Department analyzed the risk associated with the significance of the program payments to the entities' revenues. The more significant the program payments are to the entities' revenues, the risk was ranked as higher for the state in the event of a disallowance.

*** The Department analyzed the risk associated with significant changes in the program requirements. If there have been significant changes to program requirements either at the federal or state level, the risk of a federal disallowance was ranked higher than if the program requirements have been consistent.

**** The Department analyzed the risk associated with recent audit findings (either internal or external) considered significant to the program.

Other Information

The Department's program managers closely monitor these programs. Per UCA 26-18-21(2)(a), the Department collected reports from each entity and reviewed the entity's reported ability to pay back a potential disallowance. If the Department determines that there is a higher risk of federal disallowance for the program and if the reports submitted by the entities participating in the program indicate a higher risk of a potential inability to repay a federal disallowance, the Department will take additional action to help mitigate the risk to the State.