

OMB Granicus Review

Granicus Title	Resolution imposing and collecting a Non-Ad Valorem Special Assessment levied solely on property owned or leased by non-public hospitals to fund the Hospital Directed Payment Program and approval and execution of agreement to initiate Intergovernmental Transfers as match for improved Medicaid reimbursement levels for hospitals.				
Granicus ID#	24-0374A	Reference #		Date	4/5/2024

Mark all Applicable Boxes:

Type of Review									
CIP		Grant		Other	X	Revenue		Project	

Fiscal Information:

New Contract (Y/N)	Y	Original Amount	\$ 108,535,398
Fund(s)	6001	Amount of Change (+/-)	NA
Cost Center(s)	Unknown at the time	Total Amount	\$ 108,535,398
Program(s)	Unknown at the time	Amount Available	Total: \$ 108,535,398
Account(s)	Unknown at the time	Included in Applicable Budget? (Y/N)	This is a Pass-Thru
Fiscal Year(s)	FY24		

Description & Comments

(What is it, any issues found, is there a financial impact to current/next FY, does this contract vary from previous FY, etc.)

Human Services would like to conduct a public hearing and adopt the attached resolution imposing and collecting a non-ad valorem special assessment levied solely on property owned or leased by non-public hospitals to fund the Hospital Directed Payment Program (HDPP) and approve and execute Letter of Agreement (LOA) and certification to initiate Intergovernmental Transfers (IGT) as match for improved Medicaid reimbursement levels for hospitals.

- This resolution establishes a non-ad valorem special assessment on specific non-public hospital properties for use as IGTs under the HDPP, a federal Medicaid enhancement program, as authorized by the State and approved each year to help reduce local Medicaid reimbursement gaps.
- This item also includes an LOA for execution that will allow the collected funds to be sent as IGTs to the State Agency for Healthcare Administration (AHCA).
- The Board of County Commissioners (Board) adopted an associated ordinance to authorize the process for establishing the non-ad valorem special assessment in support of the HDPP on April 23, 2024, and established the Local Provider Participation Fund (LPPF) for collection of assessed funds for IGTs.
- The final proposed non-ad valorem assessment will impose assessments on reported patient revenues in the amount of \$108,534,798.00 affecting sixteen non-public hospitals within the County to enhance Medicaid match.
- The Pinellas County Clerk of the Circuit Court will invoice and collect the funds into the LPPF until transferred to AHCA as IGTs.
- Historically, hospitals receive approximately 61% of their Medicaid costs with Pinellas hospitals estimating close to \$200 million in unreimbursed costs. Closing this gap will support hospital operations and services for vulnerable citizens.
- The funds collected from the special assessment will be neither a financial benefit nor a financial detriment to Pinellas County. The funds will not require appropriation and will not be a part of the Adopted Budget and will instead be passed through to the State Agency for Healthcare Administration.

- Pinellas County will receive an amount not to exceed \$150,000.00 from the assessment to offset costs for administration of the program. Appropriate budget amendments would follow adoption of the ordinance and resolution.

Based upon the 2022 Florida Uniform Reporting System, the final assessment model for Medicaid region five (5) would include fifteen (15) Pinellas hospitals:

• AdventHealth North Pinellas	\$2,711,392
• Baycare Alliant Hospital	\$512,117
• Mease Countryside Hospital	\$2,085,360
• Mease Dunedin Hospital	\$8,110,825
• Morton Plant Hospital	\$14,366,850
• St. Anthony's Hospital	\$8,435,802
• Encompass Rehabilitation Hospital of Largo	\$259,215
• Largo Medical Center	\$17,130,370
• Northside Hospital	\$7,835,609
• Palms of Pasadena Hospital	\$2,756,754
• St. Petersburg General Hospital	\$5,114,209
• All Children's Hospital	\$22,815,969
• Kindred Hospital - Bay Area - St. Petersburg	\$1,060,165
• Bayfront Health - St. Petersburg	\$14,457,154
• Windmoor Healthcare of Clearwater	\$883,007

Fiscal Impact:

The final proposed non-ad valorem assessment will impose assessments on reported patient revenues in the amount of \$108,534,798 affecting sixteen non-public hospitals within the County to enhance Medicaid match. The funds collected from the special assessment will be neither a financial benefit nor a financial detriment to Pinellas County. The funds will be received into the LPPF as a custodial fund not requiring appropriation and will not be a part of the Adopted Budget. The funds will be passed through as IGTs to AHCA.

An administrative amount totaling \$150,000.00 will be available to reimburse County efforts to support the program. Appropriate amendments will be proposed for these funds following completion of the assessment.

Analyst: **Toni Merrill**

Ok to Sign: ☒