



Pinellas County

Staff Report

File #: 20-1747A, **Version:** 1

Subject:

Medicaid Public Emergency Medical Transportation Letter of Agreement between Pinellas County Emergency Medical Services d/b/a Sunstar and the Agency for Health Care Administration that allows Pinellas County to participate in the State Fiscal Year 2020-2021 Medicaid Public Emergency Medical Transportation Intergovernmental Transfer program.

Recommended Action:

Approval of the Medicaid Public Emergency Medical Transportation (PEMT) Letter of Agreement with the Agency for Health Care Administration to participate in the extension of the PEMT program via an Intergovernmental Transfer (IGT) program.

- The PEMT IGT is an annual program that supplements unreimbursed costs associated with emergency ambulance transportation services.
- It is provided by public entities to Medicaid recipients enrolled in Managed Medical Assistance plans.
- Projected net revenue of \$3,044,883.14 to the Emergency Medical Services Fund in Fiscal Year 2021.

Strategic Plan:

Deliver First Class Services to the Public and Our Customers

5.2 Be responsible stewards of the public's resources

5.3 Ensure effective and efficient delivery of county services and support

Summary:

The PEMT IGT is an extension of the original program implemented in 2015 which supplements unreimbursed costs associated with ambulance transportation services provided to Medicaid recipients that were not required by State Statute 409.965 to enroll in an MMA plan. The PEMT IGTs applies to the Medicaid population required to enroll in an MMA plan. The PEMT IGT differs from the initial PEMT program in that it is not a Certified Public Expenditure (CPE) Program that allows public entities to certify fee-for-service expenses associated with ambulance services provided to Medicaid recipients that involve the preparation of various cost reports. State distributions associated with PEMT IGT are derived from a calculation based on the number of Medicaid recipients enrolled in MMA Plans in the region serviced by the providers. Given that the distribution is based on data provided by the Managed Care Organizations (MCOs), AHCA must be in possession of the physical dollars the service providers are projected to dedicate to this Medicaid population in order to draw down Federal program funds.

Pinellas County EMS is projected to submit an IGT in the amount of \$1,908,562.67 and to receive an allotment in the amount of \$4,953,445.81.

The public entities are required to execute an annual LOA and IGT in the amount invoiced by AHCA. Situations whereby utilization within a specific region drop below 95% during the program period, would necessitate a return of a portion of the funds to AHCA.

The LOA was drafted by AHCA's legal department, and language cannot be modified in any manner. The LOA is broad in scope, as it is utilized by AHCA for similar programs involving hospitals. For that reason, some of the verbiage contained in the LOA does not specifically pertain to counties, cities, municipalities, special purpose districts, etc.

Background Information:

Reimbursement for ambulance transportation services for Medicaid recipients has remained stagnant for decades, currently at: Basic Life Support \$136.00; Advanced Life Support \$190.00; and Advanced Life Support, Level 2 (ALS2) \$250.00. The average State-wide cost to cities, counties, special purpose districts, etc., for providing EMS transportation services averages \$1,600.00 per transport.

The Florida Fire Chiefs' Association (FFCA) lobbied the legislature to obtain the Federal Share reimbursement for local government ambulance transport costs. Due to the success of their efforts, AHCA implemented PEMT for ground transportation in 2015; which was limited to recipients not enrolled in an MMA plan.

Ninety percent of all Florida Medicaid recipients are enrolled in an MMA Plan that was not eligible for the PEMT Program. The FFCA was successful in getting the Legislature to approve an expansion of the PEMT Program to include reimbursement for MMA recipients during the 2019 Legislative session, via an IGT program.

Fiscal Impact:

Projected revenue of \$4,953,445.81, which would be offset by a projected expenditure of \$1,908,562.67, resulting in net revenue of \$3,044,883.14. These numbers reflect current program projections from AHCA that are subject to change.

These amounts are not included in the FY21 Tentative Budget as this program was not formally approved by AHCA for FY20 until April 8, 2020 and it was also uncertain at that time if the program would cover FY21. A budget amendment may be required in FY21 to recognize this revenue and appropriate the expense.

Staff Member Responsible:

Jim Fogarty, Director, Safety & Emergency Services

Partners:

Florida Agency for Health Care Administration
Various Managed Medical Organizations

Attachments:

Public Emergency Medical Transportation Letter of Agreement