FORSYTH COUNTY

BOARD OF COMMISSIONERS

MEETING DATE	MARCH 15, 2018		AGENDA ITEM NUMBER	R: 5
SUBJECT:	APPROPRIATE A HEALTH MEDIC	O THE FISCAL YEAR 20 ASSIGNED FUND BALA AID COST SETTLEMEN NTY DEPARTMENT OF	NCE FOR THE REPAY T	
COUNTY MANAGER'S RECOMMENDATION OR COMMENTS: Recommend Approval				
SUMMARY (OF INFORMATION	N:		
Each year, the Forsyth County Department of Public Health completes a Medicaid Cost Report for				
submission to Medical Assis	the North Carolin stance to receive i	Department of Public Health and Department of Health arevenue for costs above we reporting period, Forsyth	and Human Services (NC vhat Medicaid has reimb	CDHHS), Division of ursed during the
to budget due notification th	e to the timing of the at there could be	ss, staff had difficulty dete his revenue distribution by a potential payback as a o cost settlement was rec	y the State. Additionally, result of a change in repo	the County received orting methodology
County receive 2018 from the	/ed notification fro e NCDHHS, Divisi	nance Department assign m the State of a payback on of Medical Assistance erest for a total of \$505,42	. The County received nathant after further review,	notice on February 6.
This Budget (this money ba	Ordinance Amend ack to the State.	ment is necessary to app	ropriate revenue from as	ssigned funds to pay
County Depa	County Budget and rtment of Public Hood avoid payback s	d Management and Finar lealth to review cost settle situations.	ce Departments are wor ment reports that are su	rking with the Forsyth bmitted to the State
ATTACHMENTS:	x YES	NO		
SIGNATURE:	J. Kondey (COUNTY MANAGER	DATE: March	14, 2018

FORSYTH COUNTY, NORTH CAROLINA AMENDMENT TO FY 2017-2018 BUDGET ORDINANCE

FROM: BUDGET & MANAGEMENT MEETING DATE: March 15, 2018

EXPLANATION:

Each year, the Forsyth County Department of Public Health completes a Medicaid Cost Report for submission to the North Carolina Department of Health and Human Services (NCDHHS), Division of Medical Assistance to receive revenue for costs above what Medicaid has reimbursed during the year. For the Fiscal Year 2013 reporting period, Forsyth County received \$2,074,719.

During the FY18 Budget process, staff had difficulty determining how much cost settlement revenue to budget due to the timing of this revenue distribution by the State. Additionally, the County received notification that there could be a potential payback as a result of a change in reporting methodology which was the reason little or no cost settlement was received for a couple of years.

As a precaution, the County Finance Department assigned \$552,986 in Fund Balance in case the County received notification from the State of a payback. The County received notice on February 6, 2018 from the NCDHHS, Division of Medical Assistance that after further review, the County owes \$503,323 plus \$2,098.86 in interest for a total of \$505,421.86.

This Budget Ordinance Amendment is necessary to appropriate revenue from assigned funds to pay this money back to the State.

The Forsyth County Budget and Management and Finance Departments are working with the Forsyth County Department of Public Health to review cost settlement reports that are submitted to the State in the future to avoid payback situations.

BE IT ORDAINED BY THE FORSYTH COUNTY BOARD OF COMMISSIONERS THAT THE FY 2017-2018 BUDGET ORDINANCE IS HEREBY AMENDED AS FOLLOWS:

INCREASE: <u>SECTION 1. REVENUES</u>

GENERAL FUND

FUND BALANCE \$505,421.86

INCREASE: <u>SECTION 2. EXPENDITURES</u>

GENERAL FUND PUBLIC HEALTH

\$505,421.86

NATURE OF TRANSACTION:

[] Additional Revenue Available
[] Transfer within Accounts of
Same fund

[X] Other: Appropriate Reserved Fund Balance