

Medical Care Surcharge Fund Quarterly Report

September 2016

Prepared by the
Minnesota Department of Human Services
Health Care Administration

I. INTRODUCTION

This report is prepared pursuant to 1992 Minn. Laws, Chapter 513, Article 7, Section 133, reporting on the total billings and collections for the Medical Care Surcharge (MCS) and Intergovernmental Transfers (IGT's).

This report contains a brief summary of collection practice efforts and a data summary of the billings and collections of the surcharges and intergovernmental transfers. A separate Appendix is available by request that includes a summary of the surcharge history, procedure and a detailed explanation of the individual surcharges and intergovernmental transfers.

II. COLLECTION EFFORTS

1. Surcharges

The 1992 MCS currently has a 99 percent collection rate.

Of the outstanding overdue accounts, one provider is on a payment plan. Staff are also working with other providers that have fallen behind in making payments and need to become current.

2. Intergovernmental Transfer

The collection rate for all IGT's is 100 percent.

A. IGT 2: is billed to the Hennepin County Medical Center each month, with payment due by noon on the 15th of the month. The billing and collection of the IGT is done by the MCS system which generates an invoice and account record for each month of the transfer.

University of Minnesota was discontinued August 1, 2005.

B. IGT 3: is billed to fifteen counties as identified by statute, with payment due by noon on May 31. The billing and collection of this IGT was done by the MCS system which generates an invoice and account record for each county.

III. SUMMARY OF BILLINGS AND COLLECTIONS

MCS Total Billings and Collections for all Surcharges and IGT's

| SFY | Billings | Collections |
|----------------------------------|-------------------------|-------------------------|
| 1993 | \$ 44,232,294 | \$ 44,397,089 |
| 1994 | \$ 91,745,272 | \$ 93,141,396 |
| 1995 | \$ 101,382,911 | \$ 100,829,293 |
| 1996 | \$ 104,865,073 | \$ 104,047,799 |
| 1997 | \$ 106,763,352 | \$ 107,613,688 |
| 1998 | \$ 109,428,002 | \$ 109,362,323 |
| 1999 | \$ 108,369,685 | \$ 108,225,028 |
| 2000 | \$ 112,318,300 | \$ 114,294,984 |
| 2001 | \$ 118,002,186 | \$ 115,941,541 |
| 2002 | \$ 125,599,956 | \$ 127,267,142 |
| 2003 | \$ 144,280,795 | \$ 145,407,404 |
| 2004 | \$ 218,543,518 | \$ 226,205,232 |
| 2005 | \$ 233,262,507 | \$ 231,795,139 |
| 2006 | \$ 212,513,512 | \$ 215,095,871 |
| 2007 | \$ 216,912,012 | \$ 219,271,529 |
| 2008 | \$ 222,419,049 | \$ 221,904,175 |
| 2009 | \$ 226,582,038 | \$ 225,607,238 |
| 2010 | \$ 250,204,768 | \$ 238,285,754 |
| 2011 | \$ 240,971,938 | \$ 245,740,465 |
| 2012 | \$ 247,692,259 | \$ 243,994,253 |
| 2013 | \$ 250,355,855 | \$ 255,126,824 |
| 2014 | \$ 296,677,502 | \$ 296,796,331 |
| 2015 | \$ 296,838,186 | \$ 272,671,004 |
| 2016 | \$ 286,827,336 | \$ 279,445,934 |
| 2017- Data through 09/30/2016 | \$ 40,868,091 | \$ 67,600,434 |
| TOTALS | \$ 4,407,656,397 | \$ 4,410,067,870 |

**MCS Hospitals, nursing homes, health maintenance organizations and
Intermediate Care Facility for persons who are developmentally disabled
(ICF/DD)**

| SFY | Billings | Collections |
|-------------------------------|-------------------------|-------------------------|
| 1993 | \$ 44,232,294 | \$ 44,397,089 |
| 1994 | \$ 67,745,272 | \$ 69,141,396 |
| 1995 | \$ 77,382,911 | \$ 76,829,293 |
| 1996 | \$ 80,865,073 | \$ 80,047,799 |
| 1997 | \$ 82,763,352 | \$ 83,613,688 |
| 1998 | \$ 85,428,002 | \$ 85,362,323 |
| 1999 | \$ 84,369,685 | \$ 84,225,028 |
| 2000 | \$ 88,318,300 | \$ 90,294,984 |
| 2001 | \$ 94,002,186 | \$ 91,941,541 |
| 2002 | \$ 94,807,956 | \$ 96,475,142 |
| 2003 | \$ 113,488,795 | \$ 114,615,404 |
| 2004 | \$ 187,751,518 | \$ 197,979,232 |
| 2005 | \$ 202,470,507 | \$ 198,437,139 |
| 2006 | \$ 203,721,512 | \$ 206,303,871 |
| 2007 | \$ 210,120,012 | \$ 212,457,529 |
| 2008 | \$ 215,627,049 | \$ 215,134,175 |
| 2009 | \$ 220,971,846 | \$ 219,997,046 |
| 2010 | \$ 244,988,512 | \$ 233,504,186 |
| 2011 | \$ 235,755,682 | \$ 240,089,521 |
| 2012 | \$ 240,900,259 | \$ 237,202,253 |
| 2013 | \$ 243,563,855 | \$ 248,334,824 |
| 2014 | \$ 289,885,502 | \$ 289,438,331 |
| 2015 | \$ 290,046,186 | \$ 266,343,588 |
| 2016 | \$ 280,035,336 | \$ 272,755,350 |
| 2017- Data through 9/30/16 | \$39,170,091 | \$65,902,434 |
| TOTALS | \$ 4,018,411,693 | \$ 4,020,823,166 |

A. IGT 2: Hennepin County Medical Center

| SFY | Billings | Collections |
|---------------------------------|----------------------|----------------------|
| 1994 | \$ 24,000,000 | \$ 24,000,000 |
| 1995 | \$ 24,000,000 | \$ 24,000,000 |
| 1996 | \$ 24,000,000 | \$ 24,000,000 |
| 1997 | \$ 24,000,000 | \$ 24,000,000 |
| 1998 | \$ 24,000,000 | \$ 24,000,000 |
| 1999 | \$ 24,000,000 | \$ 24,000,000 |
| 2000 | \$ 24,000,000 | \$ 24,000,000 |
| 2001 | \$ 24,000,000 | \$ 24,000,000 |
| 2002 | \$ 30,792,000 | \$ 30,792,000 |
| 2003 | \$ 30,792,000 | \$ 30,792,000 |
| 2004 | \$ 30,792,000 | \$ 28,226,000 |
| 2005 | \$ 30,792,000 | \$ 33,358,000 |
| 2006 | \$ 8,792,000 | \$ 8,792,000 |
| 2007 | \$ 6,792,000 | \$ 6,814,000 |
| 2008 | \$ 6,792,000 | \$ 6,770,000 |
| 2009 | \$ 5,610,192 | \$ 5,610,192 |
| 2010 | \$ 5,216,256 | \$ 4,781,568 |
| 2011 | \$ 5,216,256 | \$ 5,650,944 |
| 2012 | \$ 6,792,000 | \$ 6,792,000 |
| 2013 | \$ 6,792,000 | \$ 6,792,000 |
| 2014 | \$ 6,792,000 | \$ 6,792,000 |
| 2015 | \$ 6,792,000 | \$ 6,327,416 |
| 2016 | \$ 6,792,000 | \$ 6,690,584 |
| 2017- Data through 9/30/2016 | \$1,698,000 | \$1,698,000 |
| TOTALS | \$389,244,704 | \$389,244,704 |

| IGT 3: Fifteen County Transfer (this transfer occurs on May 31 of each year) | | |
|---|----------------------|----------------------|
| SFY | Billings | Collections |
| 1994 | \$10,186,940 | \$10,186,940 |
| 1995 | \$9,912,236 | \$9,912,236 |
| 1996 | \$9,151,077 | \$9,151,077 |
| 1997 | \$9,151,077 | \$9,151,077 |
| 1998 | \$9,151,077 | \$9,151,077 |
| 1999 | \$9,151,077 | \$9,151,077 |
| 2000 | \$9,151,077 | \$9,151,077 |
| 2001 | \$9,151,077 | \$9,151,077 |
| 2002 | \$25,255,710 | \$25,255,710 |
| 2003 | \$25,688,427 | \$25,688,427 |
| 2004 | \$21,659,972 | \$21,659,972 |
| 2005 | \$29,545,342 | \$29,545,342 |
| 2006 | \$21,435,128 | \$21,435,128 |
| 2007 | \$19,467,743 | \$19,467,743 |
| 2008 | \$16,308,916 | \$16,308,916 |
| TOTALS | \$234,366,876 | \$234,366,876 |

IV. GENERAL INFORMATION

For additional information, contact Traci Quinzon, Department of Human Services, Health Care Administration Division at (651) 431-2772.