

15 - 0945

# Medical Care Surcharge Fund Quarterly Report

June 2009

Prepared by the  
Department of Human Services  
Health Care Operations Division

2009, June

# 1008

Received: 11/16/2009 by the  
*Legislative Reference Library*

## 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 statistical summary of the billings and collections of the surcharges and intergovernmental transfers, and a brief summary of collection practices. A separate Appendix is available by request that includes a summary of the surcharge history and procedure and a more detailed explanation of the individual surcharges and intergovernmental transfers.

## II. SUMMARY OF BILLINGS AND COLLECTIONS

### 1. 1992 MCS Total Billings and Collections for all surcharges and IGT's.

Total Billings: \$2,751,056,533	Billings for FY 2009: \$224,192,352
Total Collection: \$2,655,516,952	Collection for FY 2009: \$226,699,344
	Write-off amounts for FY 2009: \$ 0
As of June 30, 2009, billings include amounts billed but not due as of July 15, 2009.	As of June 30, 2009, billings include amounts billed but not due as of July 15, 2009.

### 1992 MCS - Hospitals, nursing homes, health maintenance organizations & ICF/MR

Figures include interest and penalties, billings for June 2009 which are not yet due, and any prepayment for the July 2009 billing.

Total Billings: \$380,804,372
Total Collections: \$390,238,048

## 2. Intergovernmental Transfers (IGT's)

### IGT #2 - Hennepin County Medical Center

Billing: \$ 1,698,000

As of June 30, 2009 and includes billing of the transfer due July 15, 2009.

### B. IGT #3 – Fifteen County Transfer.

This transfer occurs on May 31 of each year.

Billing Total	Collection Total	Fiscal Year
\$10,186,940.00	\$10,186,940.00	1994
\$9,912,236.00	\$9,912,236.00	1995
\$9,151,077.00	\$9,151,077.00	1996
\$9,151,077.00	\$9,151,077.00	1997
\$9,151,077.00	\$9,151,077.00	1998
\$9,151,077.00	\$9,151,077.00	1999
\$9,151,077.00	\$9,151,077.00	2000
\$9,151,077.00	\$9,151,077.00	2001
\$25,255,710.00	\$25,255,710.00	2002
\$25,688,427.00	\$25,688,427.00	2003
\$21,659,972.00	\$21,659,972.00	2004
\$29,545,342.00	\$29,545,342.00	2005
\$21,435,128.00	\$21,435,128.00	2006
\$19,467,743.00	\$19,467,743.00	2007
\$16,308,916.00	\$16,308,916.00	2008

## III. COLLECTION EFFORTS

### 1. 1992 MCS

The 1992 MCS currently has a 97 percent collection rate. Of the outstanding overdue accounts, 3 providers are on payment plans and staff are 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.

---

#### **IV. GENERAL INFORMATION**

For additional information contact Beth Donahue, Department of Human Services, Health Care Operations Division at (651) 431-3146.