

# **TPL Reimbursement Savings and Cost Offsets Report 1**

(FY2019 Appropriation Act - Public Act 207 of 2018)

**March 1, 2019**

***Sec. 1505. On a semiannual basis, the department shall submit a report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office including both of the following:***

***(a) The department's projected annual increase in reimbursement savings and cost offsets that will result from the funds appropriated in part 1 for the office of inspector general and third party liability efforts.***

***(b) The actual increase in reimbursement savings and cost offsets that have resulted from the funds appropriated in part 1 for the office of inspector general and third party liability efforts.***





**MICHIGAN DEPARTMENT OF HEALTH AND HUMAN SERVICES**

Date of Distribution: February 12, 2019  
 Re: Public Act 207 of 2018 Section 1505

**Narrative:**

On a semiannual basis, the department shall submit a report to the senate and house appropriations subcommittees on the department budget, the senate and house fiscal agencies, and the state budget office including both of the following:

- (a) The department's projected annual increase in reimbursement savings and cost offsets that will result from the additional funds appropriated in part 1 for the office of inspector general and third party liability efforts.
- (b) The actual increase in reimbursement savings and cost offsets that have resulted from the additional funds appropriated in part 1 for the office of inspector general and third party liability efforts.

**Fiscal Year (FY) 2019 Target Annual Increase**

Base Third Party Liability Recoveries	\$99,065,691
Base Third Party Liability Cost Avoidance	\$3,992,919,937
Base Office of Inspector General Recoveries	\$11,689,884
Base Office of Inspector General Cost Avoidance	\$53,905,583
Base Recoveries and Cost Avoidance	\$4,157,581,095
Add: FY 2019 Section 1505 Additional Recovery Target	\$37,029,300
FY 2019 Third Party Liability and Office of Inspector General Recoveries Target	\$4,194,790,395
FY 2019 Third Party Liability and Office of Inspector General Recoveries Target - As of January 31, 2019	\$1,398,263,465

*Note: the base year is fiscal year 2015*

**Fiscal Year 2019 (FY) Actual Results - As of January 31, 2019**

FY 2019 Third Party Liability Recoveries	\$29,333,527
FY 2019 Third Party Liability Cost Avoidance	\$1,350,372,479
FY 2019 Office of Inspector General Recoveries	\$3,353,079
FY 2019 Office of Inspector General Cost Avoidance	\$27,654,986
FY 2019 Total Recoveries and Cost Avoidance	\$1,410,714,071

**Target Vs. Actual**

