

# **TPL Reimbursement Savings and Cost Offsets Report 2**

(FY2019 Appropriation Act - Public Act 207 of 2018)

**September 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

MEMORANDUM

Fiscal Year (FY) 2019 Target Annual Increase

Base Third Party Liability (TPL) Recoveries	\$99,065,691
Base TPL Cost Avoidance	\$3,992,919,937
Base Office of Inspector General (OIG) Recoveries	\$11,689,884
Base OIG Cost Avoidance	\$53,905,583
Base Recoveries and Cost Avoidance	\$4,157,581,095
Add: FY 2019 Section 1505 Additional Recovery Target	\$37,209,300
FY 2019 TPL and OIG Recoveries Target	\$4,194,790,395
FY 2019 TPL and OIG Recoveries Target - As of July 31, 2019	\$3,495,658,662

Note: the base year is fiscal year 2015

Fiscal Year 2019 Actual Results - As of July 31, 2019

FY 2019 TPL Recoveries	\$79,956,681
FY 2019 TPL Cost Avoidance	\$3,357,453,112
FY 2019 OIG Recoveries	\$7,929,562
FY 2019 OIG Cost Avoidance	\$65,990,129
FY 2019 Total Recoveries and Cost Avoidance	\$3,511,329,485

Target Vs. Actual

