

TPL Reimbursement Savings and Cost Offsets-Report 2

(FY2017 Appropriation Act - Public Act 268 of 2016)

September 1, 2017

Sec. 1505. By March 1 and September 1 of the current fiscal year, 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 & Human Services

RICK SNYDER, GOVERNOR
NICK LYON, DIRECTOR



MICHIGAN DEPARTMENT OF HEALTH AND HUMAN SERVICES

MEMORANDUM

Re: Public Act 268 of 2016 Section 1505

Narrative:

By March 1 and September 1 of the current fiscal year, 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 2017 Target Annual Increase

Base TPL Recoveries	\$99,065,691
Base TPL Cost Avoidance	\$3,992,919,937
Base OIG Recoveries	\$11,689,884
Base OIG Cost Avoidance	\$53,905,583
Base Recoveries & Cost Avoidance	\$4,157,581,095
Add: FY 2017 Section 1505 Additional Recovery Target	\$37,209,300
FY 2017 TPL & OIG Recoveries Target	\$4,194,790,395
FY 2017 TPL & OIG Recoveries Target - As of July 31, 2017	\$3,495,658,662

Note: the base year is fiscal year 2015

Fiscal Year 2017 Actual Results - As of July 31, 2017

FY 2017 TPL Recoveries	\$71,745,959
FY 2017 TPL Cost Avoidance	\$3,341,862,627
FY 2017 OIG Recoveries	\$20,898,043
FY 2017 OIG Cost Avoidance	\$71,172,976
FY 2017 Total Recoveries & Cost Avoidance	\$3,505,679,605

Target Vs. Actual

