TPL Reimbursement Savings and Cost Offsets

(FY2016 Appropriation Act - Public Act 84 of 2015)

September 1, 2016

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 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.





MICHIGAN DEPARTMENT OF HEALTH AND HUMAN SERVICES

MEMORANDUM

Date of Distribution: August 22, 2016 Re: Public Act 84 of 2015 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.

Target Annual Increase	
FY 2015 TPL Recoveries	\$99,065,691
FY 2015 TPL Cost Avoidance	\$3,992,919,937
FY 2015 OIG Recoveries	\$11,689,884
FY 2015 OIG Cost Avoidance	\$53,905,583
FY 2015 Total Recoveries & Cost Avoidance	\$4,157,581,095
Add: FY 2016 Section 1505 Additional Recovery Target	\$34,200,000
FY 2016 TPL & OIG Recoveries Target	\$4,191,781,095
FY 2016 TPL & OIG Recoveries Target - As of July 31, 2016	\$3,493,150,912

Actual Results - As of July 31, 2016		
FY 2016 TPL Cost Avoidance	\$3,375,251,135	
FY 2016 OIG Recoveries	\$12,220,616	
FY 2016 OIG Cost Avoidance	\$48,010,355	
FY 2016 Total Recoveries & Cost Avoidance	\$3,513,351,137	

