



Draft Summary
Low Income Pool (LIP) Council
Tuesday, December 4, 2012
10:00 a.m. - 4:00 p.m.

Members Present

Phil Williams, LIP Chairman
Hugh Greene
William Robinson
Charlotte Mather
Steve Harr
John Benz
Kevin Kearns

Members Absent

Dr. Edwin Pigman
Steve Mason
Gary Uber
Dee Schaeffer
Fred Ashworth
Lewis Seifert
Patrick Schlenker

Members Attending by Phone

Ray Reed
Mark Knight
Steve Short
Michael Gingras
Mike Marks
Dr. Mark McKenney
Mike Hutchins
Dr. Karen Chapman
Dr. Ron Wiewora
Dave Ross

AHCA Staff and Presenters

Tom Wallace
Lecia Behenna
Bill Perry
Ryan Perry
Nicole Maldonado
Dr. Scott Nygaard

Welcome

The Low Income Pool (LIP) Council meeting was conducted at the Agency for Health Care Administration (Agency) in Tallahassee, Florida. Mr. Phil Williams, LIP Council Chairman and Assistant Deputy Secretary for Medicaid Finance, opened the meeting with a welcome and a brief roll call.

State of the State's Economy

Amy Baker gave a presentation on the status of Florida's economy.

Approval of Minutes

The November 14, 2012 minutes were moved for approval and seconded with no objections.

Updates

The Agency provided an update on the 1115 Waiver. Mr. Williams stated that the Agency is in ongoing conversations regarding the most recent extension of the 1115 Waiver.

Ms. Behenna discussed where the Agency was with the LIP IGT need. Currently, the LIP program is approximately \$24 million short on IGTs. The Agency is currently contacting with counties and taxing districts in an effort to close the gap.

The Agency provided a summary of the percentage of allowable cost reimbursement for exempt vs. non-exempt for LIP hospitals.

Models for SFY 2013-14

The Agency presented the second base model, Base Model 2:

- LIP 4 Allocation Factor – 8.5%
- Allocation Distribution - \$771,542,714
- Special LIP - \$113,373,698
- Used current DSH distribution methodology with federal reduction.
- Total DSH cost - \$241,084,640
- Total Buyback cost – \$130,546,454
- Total Exemption cost - \$638,607,206

In addition to the second base model, the Agency presented Model 1, the goal of which was to stimulate conversation of model elements:

- LIP 4 Allocation Factor – 8.5%
- Allocation Distribution - \$770,838,131
- Special LIP - \$114,078,281
- Used current DSH distribution methodology with federal reduction.
- Total DSH cost - \$241,084,640
- Buybacks have been removed
- Total Exemption and Add-on cost - \$768,785,608

Funding Presentations

Dr. Scott Nygaard presented on behalf of Lee Memorial in regards to the \$34 million primary care funding and the hospitals three Top 15 hospital projects.

DRG Update

Staff of the Agency gave a brief update on the Diagnosis Related Group (DRG) methodology development project. Staff provided a summary of the ongoing discussion regarding DRGs and the possible upcoming relationship with the LIP program funding.

Council Member Requests

The council had requests for topics for future LIP Council meetings:

- DRG update in relation to LIP
- LIP IGT need

Upcoming Events

The Agency had a discussion with LIP Council members regarding the timing and substance of Council Recommendations for 2013 Legislative Session, as well as future LIP Council meetings.

Adjournment

The meeting was adjourned at 12:45 p.m.