

Third Party Liability Program Goal		Agency/Program #: 6901-08-G1
		Division: Quality Assurance
		Program: Third Party Liability
Agency Name:	Department of Public Health and Human Services	
Agency Contact:	Jeff Buska / Scott Sim	444-4216
LFC Contact:	Senator Lewis, Senator Wanzenried	
LFD Liaison:	Kris Wilkinson	444-2722
OBPP Liaison:	Pat Sullivan	444-1207

Program or Project Description:

Third Party Liability

Appropriation, Expenditure and Source					Approp & Expenditure numbers are as of June 30, 2009
Fund Name:	2008		2009		
	Approp.	Expended	Approp.	Expended	
General Fund	157,700	169,373	166,051		
State Special					
Federal Funds	155,668	169,372	166,051		
Total:	\$313,368	\$338,745	\$332,102	\$0	

Legislative Goal(s):

Take all reasonable measures under the Social Security Act to ascertain the legal liability of "third parties" for health care items and services provided to Medicaid recipients.

Legislative Performance Measures:

1. Evaluate and improve the systems for the identification of Medicaid recipients with Medicare and/or other health insurance.
2. Maintain the number of people with Medicaid and Medicare (Dual Eligible's), subject to change in Medicaid enrollment.
3. Increase the number of Medicaid recipients with other health insurance 1% per year.
4. Ensure Medicaid health care costs are avoided by requiring other health insurance companies to pay before Medicaid.
5. Increase the Medicaid cost avoidance per person with Medicare and/or other insurance by 5% per year.

2009 Biennium Significant Milestones:

		Completion Dates	
		Target	Actual
1	Cost Avoidance - Medicaid (people with Medicare and/ other insurance) increased by 4% SFY07 \$117,049,202, SFY08 \$121,776,606	4%	
2	Average monthly dual eligibles (SFY07 15,487 SFY08 15,792) increased by 2%. Cost avoidance per dual eligible (SFY07 6,231 SFY08 6,552) increased by 5%.	Maintain	
3	Percent of Medicaid recipients with other health insurance (SFY07 5,351 SFY08 4,752) decreased by 11%	Increase 1 %	
4	By taking over the discovery of third party insurance process from our contractor we expect to see a significant increase in the identification of Medicaid recipients with other health insurance.		
5	Cost Avoidance per person (SFY07 3,839 SFY08 3,853) with insurance per year increased by .3%	Increase 5 %	

Agency Performance Report:

1. Agency system improvements resulted in Medicaid Cost Avoidance (people with Medicare and/ other insurance) increase of 23%. SFY08 \$121,776,606 / SFY09 \$150,081,033.
2. Average monthly dual eligibles (SFY08 15,792 SFY09 16,078) increased by 2%. Cost avoidance per dual eligible (SFY08 \$6,552 SFY09 \$7,631) increased by 16%.
3. Percent of Medicaid recipients with other health insurance (SFY08 4,752 & SFY09 5,478) increased by 15%. Agency took over discovery of third party insurance process from our contractor. Resulted in significant increase in the identification of Medicaid recipients with other health insurance.
4. Cost Avoidance per person (SFY08 \$3,853 SFY09 \$5000) with insurance per year increased by 30%.

LFD Narrative:

LFD Assessment: On track

Data Relevance: Yes

Appropriation Status: Expenditure information was not provided for FY 2009. LFC workgroup members may wish to request QAD provide information on the funding expended in FY 2009

Comments/Issues: Based on the information provided, QAD has achieved its performance measurement targets for the goal of taking all reasonable measures under the Social Security Act to ascertain the legal liability of third parties for health care items and services provided to Medicaid recipients.

Options: Change LFD Assessment
Release from reporting requirements



Version	Date	Author

Change Description