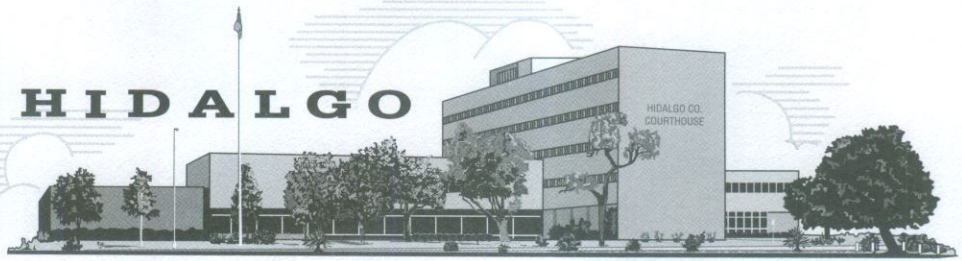


COUNTY of HIDALGO



HIDALGO COUNTY AUDITOR'S OFFICE
Hidalgo County Administration Building
2808 South Business Highway 281
Edinburg, Texas 78539-6243
PHONE: (956) 318-2511
FAX: (956) 318-2577
WEBSITE: www.co.hidalgo.tx.us/auditor

EDINBURG, TEXAS 78539

December 20, 2016

The Honorable Ramon Garcia, Hidalgo County Judge
The Honorable A.C. Cuellar, Jr., Commissioner, Precinct No. 1
The Honorable Eduardo "Eddie" Cantu, Commissioner, Precinct No. 2
The Honorable Jose M. Flores, Commissioner, Precinct No. 3
The Honorable Joseph Palacios, Commissioner, Precinct No. 4

RE: Certification of Revenue

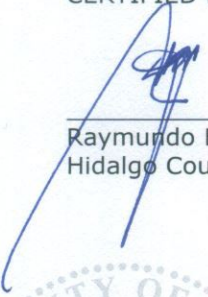
Dear Judge and Commissioners:

Pursuant to Local Government Code § 111.07075 SPECIAL BUDGET FOR REVENUE RECEIVED AFTER START OF FISCAL YEAR.

The county auditor shall certify to the commissioners court the receipt of revenue from a new source not anticipated before the adoption of the budget and not included in the budget for that fiscal year. On certification, the court may adopt a special budget for the limited purpose of spending the revenue for general purposes or for any of its intended purposes.

I, Ray Eufrazio, County Auditor of Hidalgo County, certify to the Hidalgo County Commissioners Court the revenue from the assessment of mandatory payments from the hospitals in the amount of \$15,587,237.85 for the Health Care Funding District. These funds may now be made available by creating a new special budget or amending a current budget for its intended purposes.

CERTIFIED BY:


Raymundo Eufrazio, CPA
Hidalgo County Auditor

12/20/16
Date

HIDALGO COUNTY DISTRICT JUDGES

LUIS M SINGLETERRY JUDGE, 92ND D.C. RODOLFO DELGADO JUDGE, 93RD D.C. J. R. "BOBBY" FLORES JUDGE, 139TH D.C. ROSE GUERRA REYNA JUDGE, 206TH D.C. JUAN R. PARTIDA JUDGE, 275TH D.C. MARIO E. RAMIREZ, JR. JUDGE, 332ND D.C. NOE GONZALEZ JUDGE, 370TH D.C. OVERSEER LETICIA LOPEZ JUDGE, 389TH D.C. AIDA SALINAS FLORES JUDGE, 398TH D.C. ISRAEL RAMON, JR. JUDGE, 430TH D.C. JESSE CONTRERAS JUDGE, 449TH D.C.

HIDALGO COUNTY texas

DEPARTMENT OF BUDGET & MANAGEMENT

2818 S. Business Hwy. 281

Edinburg, Texas 78539

Office: (956) 292-7025 • Fax: (956) 292-7034

www.co.hidalgo.tx.us/budget



Memorandum

To: Ray Eufrazio, CPA, County Auditor

From: Sergio Cruz, Budget Officer *SC*

Date: Tuesday, December 20, 2016

Subject: Health Care Funding District Certification of Revenues

Cc: Linda Fong, 1st Assistant County Auditor
Dina Trevino, Assistant Budget Officer
Becky Luna, Director of Accounting
Nereyda Gonzalez, Financial Accounting Supervisor

Please let this memo serve as a request for a Certification of Revenues letter from your office in relation to the mandatory payments from the respective hospitals for the Health Care Funding District.

We are requesting the certification of \$15,587,237.85 from Fund 1258. These monies will be appropriated to fund the LPPF-1115 Waiver expenditures recently approved by commissioners' court on 12/13/2016 (AI-57596). Drawdown information and amounts were forwarded by Ms. Dairen Sarmiento on 12/16/16 through email, see attached.

Thank you for your prompt attention to this matter. If you have any questions, please do not hesitate to call me at (956) 292-7025 ext. 5424.


Zimbra

merlen.munoz@co.hidalgo.tx.us

DY 5 ROUND 2 DSRIP AND MONITORING IGT

From : Dairen Sarmiento <dairen.sarmiento@hchd.org>

Fri, Dec 16, 2016 04:36 PM

Subject : DY 5 ROUND 2 DSRIP AND MONITORING IGT 3 attachments**To :** Alfredo Zamarripa <alfredo.zamarripa@treasurer.co.hidalgo.tx.us>, Carlos Zaffarini Jr <carlos@ahcv.com>, Eddie Olivarez <eddie.olivarez@hchd.org>, James Hodge <james.hodge@treasurer.co.hidalgo.tx.us>, linda. fong <linda.fong@auditor.co.hidalgo.tx.us>, Lulu Acevedo <lourdes.acevedo@hchd.org>, Merlen MuA?oz <merlen.munoz@co.hidalgo.tx.us>, Norma Garcia County Treasurer <norma.garcia@treasurer.co.hidalgo.tx.us>, Ray Eufrazio <ray.eufrazio@auditor.co.hidalgo.tx.us>, Sergio Cruz <sergio.cruz@co.hidalgo.tx.us>, Virginia De Nisio <virginia@ahcv.com>

Good afternoon,

Attached please find the instructions and the drawdown spreadsheet for the DY 5 Round 2 IGT due no later than January 3, 2017. The IGT DSRIP amount is \$19,486,906.25 and the IGT DSRIP Monitoring amount is \$144,606.68.

HHSC requires separate TexNet transactions for DSRIP Monitoring IGTs and DSRIP Reporting IGTs. The DSRIP Monitoring IGT should be placed in the Audit Cost bucket and the DSRIP Reporting IGT should be placed in the DSRIP bucket. If the full DSRIP Monitoring IGT is not submitted in the Audit Cost bucket, HHSC will reallocate IGTs for DSRIP Reporting for DSRIP Monitoring payments. **Note that failure to submit two separate transactions or failure to IGT the full DSRIP Monitoring requirement may result in a delayed payment as additional manual steps will need to be performed.**

Should you have any questions or concerns please contact me. Have a good day.

Respectfully submitted,

Dairen Sarmiento
1304 South 25th Avenue
Edinburg, Texas 78542
956-318-2011 extension 7365

Dairen Sarmiento

From: Jenkins, Brooke B (HHSC) <Brooke.Jenkins@hhsc.state.tx.us> on behalf of HHSC Rate Analysis DSRIP Payments <Rate_Analysis_DSRIP_Payments@hhsc.state.tx.us>
Sent: Friday, December 16, 2016 11:38 AM
To: alex.mullin@campbellwilson.com; alexm5509@gmail.com; altovintner@gmail.com; bb@brittanibilse.com; bcarlton@bkd.com; bertodatto@gl-law.com; brandon@dhcg.com; briganti@gl-law.com; brinker@gl-law.com; cdockal@dhcg.com; cdockal@hotmail.com; cottey@gl-law.com; David@v2vha.com; dongilbert@austin.rr.com; gilbert@gl-law.com; holt@gl-law.com; kirkland@gl-law.com; knolting@noltingconsulting.com; lindsey@gl-law.com; matt.b.gilbert10@gmail.com; mike@spiveyhealthlaw.com; ramberg@gl-law.com; ramsey@gl-law.com; salorenzen70@gmail.com; thorpe@gl-law.com; Traudib@dhcg.com; ajay.vittalam@uthct.edu; amanda.callaway@harrishealth.org; angelica.gretz@uhs-sa.com; anne.kennedy@centralhealth.net; bbilyeu@collincountytx.gov; bobbie.hrncirik@umchealthsystem.com; brittanib@dhcg.com; brittney.nichols@uthct.edu; Carol.Huber@uhs-sa.com; carol.saucedo@centralhealth.net; cgibson@umcelpaso.org; christina.mintner@phhs.org; claudia.coggin@gmail.com; cskovace@utmb.edu; dairen.sarmiento@hchd.org; daniel.deslatte@uthct.edu; Danielle.Stanley@centralhealth.net; desanges@pciprocompsolutions.org; dwaldow@ppgh.com; eddie.olivarez@hchd.org; gail.howard@phhs.org; ginnie.holmes@electrahospital.com; Gwendolyn.Huskey@harrishealth.org; harris@ppgh.com; hbeal@jpshealth.org; heatherlong@shannonhealth.org; hollyforeman@shannonhealth.org; jacob.cintron@umcelpaso.org; jacqueline.brown@umchealthsystem.com; jeff.dane@umchealthsystem.com; Jeff.Knodel@centralhealth.net; jessica.hall@harrishealth.org; jiles@medicine.tamhsc.edu; jnwoodar@utmb.edu; johearn@echd.org; john.moore@phhs.org; jonny.hipp@nchdcc.org; k.lee@cmhos.org; Katie.Coburn@centralhealth.net; Keith.self@collincountytx.gov; kilcoyne@tamhsc.edu; kmlambre@utmb.edu; leigh.hornsby@publicinformationassociates.com; lkwertz@gmail.com; logalbo@tamhsc.edu; margaret.roche@phhs.org; Michael.Norby@harrishealth.org; mmitchell@ppgh.com; mnunez@umcelpaso.org; ncadena@webbcountytx.gov; NORA PRADO; oscar.perez@umcelpaso.org; rcarrillo@webbcountytx.gov; Rebecca.mccain@electrahospital.com; rhp@jpshealth.org; rhp17@tamhsc.edu; ricardo.salinas@hchd.org; robert.hillier@harrishealth.org; rthomas@bradyhospital.com; sandra.james@umchealthsystem.com; scorporo@jpshealth.org; setexasrhp@harrishealth.org; sheila.newton@electrahospital.com; smseiden@utmb.edu; Spurlin@tamhsc.edu; stephanie.fenter@uthct.edu; Ted.Day@uhs-sa.com; timjones@bradyhospital.com; Trish.young@centralhealth.net; Victoria.Nikitin@harrishealth.org; wyoung@jpshealth.org; chris@thotonline.org; dpearson@torchnet.org; jberta@tha.org; jhawkins@tha.org; maureen@thotonline.org; stacywilson@childhealthtx.org; Tonnlarry@gmail.com; tshaw@tha.org
Cc: Govind,Selvadas (HHSC); Chang,Sylvia (HHSC); HHSC Texas Healthcare Transformation and Quality Improvement Program
Subject: DY5 DSRIP IGT Notification for January 2017 Payment Anchors Government Entities Providers
Attachments: DY5 Round 2 Oct 2016 Affiliation Summary.xlsx; DY5 Round 2 Oct 2016 IGT Summary.xlsx; TexNet User Guide.pdf

Government Entities/Providers:

Please carefully review this message in its entirety making note of the information provided which pertains to the DY5 Delivery System Reform Incentive Payments (DSRIP). Government entities that owe monitoring will need to submit two separate transactions for monitoring and DSRIP projects. Failure to do so may result in a delayed payment for the providers.

Attached are the following files: DSRIP Notification- DY5 Round 2 Oct 2016 Affiliation Summary and DY5 Round 2 Oct 2016 IGT Summary workbooks. These workbooks include DY5 DSRIP payments for DY5 Reporting (October), DY4 Carry Forward Reporting and DSRIP Monitoring.

The DY5 Round 2 Oct 2016 Affiliation Summary workbook has separate tabs for each Regional Healthcare Partnership (RHP) and contains the Intergovernmental Transfer (IGT) needed, by affiliation, for DY 5 DSRIP payments for DY 5 Reporting (October) and DY 4 Carryforward Reporting.

The DY5 Round 2 Oct 2016 IGT Summary workbook has separate tabs for each RHP and contains the total IGT needed by IGT Entity Name for the DY 5 DSRIP payments for DY 5 Reporting (October), DY4 Carryforward Reporting, and DSRIP Monitoring.

The Transformation Waiver Team had earlier emailed the Anchors information to share with providers regarding how much will be paid by project. Health and Human Services Commission (HHSC) Rate Analysis is unable to answer questions regarding this information. Please send any questions regarding this information to TXHealthcareTransformation@hhsc.state.tx.us

HHSC requires separate TexNet transactions for DSRIP Monitoring IGTs and DSRIP Reporting IGTs. The DSRIP Monitoring IGT should be placed in the Audit Cost bucket and the DSRIP Reporting IGT should be placed in the DSRIP bucket. If the full DSRIP Monitoring IGT is not submitted in the Audit Cost bucket, HHSC will reallocate IGTs for DSRIP Reporting for DSRIP Monitoring payments. **Note that failure to submit two separate transactions or failure to IGT the full DSRIP Monitoring requirement may result in a delayed payment as additional manual steps will need to be performed.**

IGT Entities may choose to IGT less than the required amount for DSRIP Reporting payments; however, all affiliated providers and projects will be paid proportionately. IGT may not be directed towards specific providers, projects or metrics.

A screen shot/.pdf of the confirmation/trace sheet or email of the confirmation number if the TexNet is submitted over the phone is required and must be emailed to Rate_Analysis_DSRIP_Payments@hhsc.state.tx.us. We are requesting that all government entities enter their IGT transactions into TexNet no later than January 3rd with a Settlement Date of January 4th. **No IGT's submitted after January 3rd will be accepted.**

HHSC Accounting will request the Comptroller to issue payments according to the following *estimated* schedule (note that these dates are slightly different from what was previously posted in the October DY5 Reporting Companion Document):

January 3, 2017 **Last Date for Public Entities to enter TexNet and submit Trace Numbers**
January 4, 2017 **TexNet Sweeps (Settlement Date of funds)**

Payment issue date for Top 20 Entities for DY5 payments (Transferring Hospitals "Big 6") and
January 19, 2017 **Remaining entities *We will not know who the other 14 entities are until the payment is processed***
January 31, 2017 **Payment issue date for remaining DSRIP Providers for DY5 and all providers for DY4**

Thank you,

HHSC Hospital Rate Analysis

Texas Health and Human Services Commission
P.O. Box 149030, Mail Code H-400

Brown-Heatly Building
4900 N. Lamar Blvd.
Austin, TX 78714-9030

Estimated DSRIP Monitoring IGT for DY6

12.16.16

RHP	IGT TPI	IGT Name	IGT TIN	Num of Cat 1&2 Projects	Cat 1&2 IGT Commitment Amount	Num of Cat 3 Projects
RHP 5	139350611	Hidalgo County	17460007176062	29	\$22,353,732.71	33

Total Monitoring IGT \$5,000,000

Cat 3 IGT Commitment Amount	Num of Cat 4 Projects	Cat 4 IGT Commitment Amount	Total IGT Commitment Amount	Percentage of DSRIP Funding for the State	Monitoring IGT Amount Owed
\$13,555,938.59	3	\$2,300,081.87	\$38,209,753.17	2.89%	\$144,606.68

Provider Name	IGT Name	IGT TIN	DY5 Round 2 Approved IGT	DY5 Previous Round NMI Approved IGT
McAllen Hospitals LP dba Edinburg Regional Medical	Hidalgo County	17460007176062	\$8,029,929.48	\$0.00
Columbia Rio Grande Healthcare dba Rio Grande Regi	Hidalgo County	17460007176062	\$2,393,495.07	\$0.00
Knapp Medical Center	Hidalgo County	17460007176062	\$471,436.59	\$0.00
Doctor's Hospital at Renaissance	Hidalgo County	17460007176062	\$7,299,487.48	\$0.00
			\$18,194,348.62	\$0.00

Provider Name	DY5 Other Approved IGT (from previous DY that was short IGT)	DY4 Round 2 Approved IGT	DY4 Previous Round NMI Approved IGT	DY4 Other Approved IGT (from previous DY that was short IGT)
McAllen Hospitals LP dba Edinburg Regional Medical	\$0.00	\$370,810.54	\$0.00	\$0.00
Columbia Rio Grande Healthcare dba Rio Grande Regi	\$0.00	\$293,279.69	\$0.00	\$0.00
Knapp Medical Center	\$0.00	\$0.00	\$0.00	\$0.00
Doctor's Hospital at Renaissance	\$0.00	\$502,773.92	\$125,693.48	\$0.00
	\$0.00	\$1,166,864.15	\$125,693.48	\$0.00

Provider Name	Total Approved IGT for Round 2 DSRIP
McAllen Hospitals LP dba Edinburg Regional Medical	\$8,400,740.02
Columbia Rio Grande Healthcare dba Rio Grande Regi	\$2,686,774.76
Knapp Medical Center	\$471,436.59
Doctor's Hospital at Renaissance	\$7,927,954.88
	\$19,486,906.25

Report Date 12/20/16 01:02 PM

Hidalgo County

Page No 1

Period Ending 12/31/16

Fund Range 1258-1258

Balance Sheet Summary

Account Period 12 Year 16

FJBAS01A

Account No/Description	Beginning Balance	Current Balance	YTD Balance	Ending Balance
Fund 1258 LOCAL PROVIDER PARTICIPATION FUND				
6-1258-101-00-000-000-0-000 LPPF-CASH	41,971,574.58	18,628,675.54	-9,392,519.03	32,579,055.55
6-1258-101-00-000-001-0-000 LPPF-1115 WAIVER CASH	22,812,860.78	.00	-22,812,860.78	.00
6-1258-130-01-000-100-0-000 DUE FROM/TO GENERAL FUND	.00	.00	.00	.00
Total Assets	64,784,435.36	18,628,675.54	-32,205,379.81	32,579,055.55

Period Ending 12/31/16

Fund Range 1258-1258

Balance Sheet Summary

FJBAS01A

Account Period 12 Year 16

Account No/Description	Beginning Balance	Current Balance	YTD Balance	Ending Balance
Fund 1258 LOCAL PROVIDER PARTICIPATION FUND				
6-1258-201-00-000-000-000 LPPF-ACCR SALARY, WAGES & FRINGE	.00	.00	.00	.00
6-1258-202-00-000-000-000 LPPF-ACCOUNTS PAYABLE	.00	.00	.00	.00
6-1258-202-00-000-001-000 LPPF-A/P 1115 WAIVER	22,812,860.78	.00	-22,812,860.78	.00
Total Liabilities	22,812,860.78	.00	-22,812,860.78	.00
6-1258-270-00-000-000-000 LPPF-BUDGETED FUND BALANCE	.00	-4,044,275.08	-41,971,574.58	-41,971,574.58
6-1258-258-00-000-000-000 LPPF-UNASSIGNED FUND BALANCE	41,971,574.58	.00	.00	41,971,574.58
Total Equity	41,971,574.58	-4,044,275.08	-41,971,574.58	.00
6-1258-275-00-000-000-000 LPPF-ESTIMATED REVENUES	.00	-15,587,237.85	-15,587,237.85	-15,587,237.85
6-1258-276-00-000-000-000 LPPF-REVENUE CONTROL	.00	18,628,675.54	28,534,780.47	28,534,780.47
6-1258-271-00-000-000-000 LPPF-APPROPRIATIONS	.00	19,631,512.93	57,558,812.43	57,558,812.43
6-1258-272-00-000-000-000 LPPF-EXPENDITURE CONTROL	.00	.00	-37,927,299.50	-37,927,299.50
6-1258-273-00-000-000-000 LPPF-ENCUMBRANCE CONTROL	.00	.00	.00	.00
6-1258-274-00-000-000-000 LPPF-RESERVED FOR ENCUMBRANCES	.00	.00	.00	.00
Total Controls	.00	22,672,950.62	32,579,055.55	32,579,055.55
Total Equity and Controls	41,971,574.58	18,628,675.54	-9,392,519.03	32,579,055.55
Total Liabilities, Equity and Controls	64,784,435.36	18,628,675.54	-32,205,379.81	32,579,055.55
Total Other Sources/Uses	.00	.00	.00	.00

*Fund is in Balance .00