

Williamson County LPPF Overview

April 24, 2019
3:00-4:00PM

Presenter:
Don Lee, President TEHP



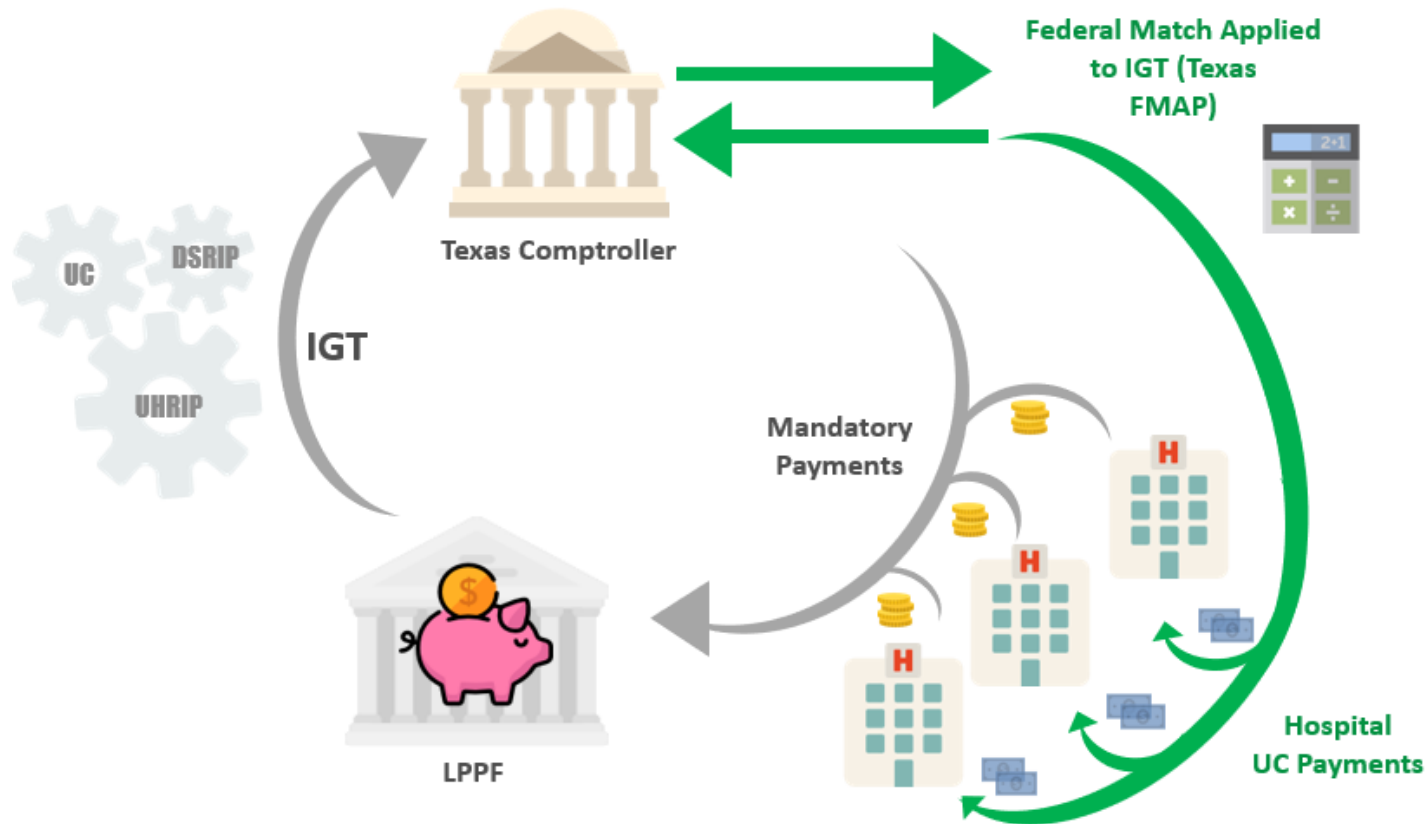
Texas Essential
Healthcare Partnerships



Local Provider Participation Fund

- **What is the LPPF?**
 - The LPPF is a locally administered fund that is utilized to help local safety-net hospitals access supplemental payments.
 - LPPF must comply with federal healthcare and tax regulations.
- **What jurisdictions have LPPFs?**
 - Counties: Hidalgo, Cameron, Webb, Bell, Gregg, Brazos, McLennan, Bowie, Hays, Cherokee, Smith, Angelina, Williamson, Tom Green, Grayson and Potter
 - City: Beaumont
 - Hospital Districts: Dallas County Hospital District (Parkland), Tarrant County Hospital District (JPS), and Amarillo Hospital District
- **Who can legally pursue LPPFs?**
 - Counties with more than one hospital
 - Cities with more than one hospital (county and city may not both have LPPFs)
 - Hospital districts

LPPF Cash Flow Diagram



Why does Williamson County need an LPPF?

- Allows hospitals to provide care to low income residents
- Shows county supports indigent care
- Promotes cooperation among hospitals
- Alleviates financial burden on Williamson County

What Payments Are Supported?

- **Uniform Hospital Rate Increase Program**
 - UHRIP is meant to offset the uncompensated care costs associated with treating Medicaid patients in the Travis SDA
 - \$50.1mm payments supported to date (UHRIP PGY2)
 - \$60.2mm estimated payments supported (UHRIP PGY3)
- **Uncompensated Care Payments**
 - UC is meant to offset the uncompensated care costs associated with treating Medicaid and uninsured patients in Williamson County
 - \$7.9mm estimated payments supported (DY8 UC Final)

Mandatory Payment History

Fiscal Year	Mandatory Payment Rate	Funds Generated
2018	3.89%	\$30.2mm
2019*	1.68%	\$14.5mm

**Proposed SFY2019 Mandatory Payment Rate*

Hospitals in Williamson LPPF

- Baylor Scott & White Emergency Medical Center Cedar Park
- Baylor Scott & White Medical Center - Round Rock
- Baylor Scott & White Medical Center - Taylor
- Cedar Park Regional Medical Center
- Seton Medical Center Williamson
- St. David's Round Rock Medical Center
- Encompass Health Rehabilitation Hospital of Round Rock
- Georgetown Behavioral Health Institute
- Springstone Rock Springs

Benefit to Williamson County

Payments to Hospitals via the Williamson LPPF:

Fiscal Year	UC	UHRIP
2018*	\$0	\$50.1mm
2019**	\$7.9mm	\$30.2mm

**FY2018 mandatory payment rate supported both Advance and Final PGY2 UHRIP payments*

***Proposed FY2019 mandatory payment rate would support DY8 UC Final payments and Advance PGY3 UHRIP payments. This rate assumes Final PGY3 UHRIP payments will be funded via FY2020 rate*

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Questions?

Counties in the Travis SDA

- Burnet
- Williamson
- Travis
- Hays
- Lee
- Bastrop
- Caldwell
- Fayette