



Department of Alcohol &
Drug Addiction Services



Department of
Mental Health

Orman Hall, ODADAS Director • John R. Kasich, Governor • Tracy J. Plouck, ODMH Director

January 5, 2012

TO: ADAMHS/ADAS/CMHS Board Executive Directors
ADAMHS/ADAS/CMHS Board Chief Fiscal Officers

FROM: Angie Bergefurd, Assistant Deputy Director, ODMH
Douglas L. Day, Medicaid Administrator, ODADAS

RE: Clarifications Related to SFY 2012 Community Medicaid Funding Change

On July 1, 2011, Director's Hall and Plouck sent a letter to our combined stakeholders providing information on the SFY 2012/2013 biennial budget and Medicaid elevation. The departments have received two specific inquiries from Boards related to the funding change. One question relates to reporting of federal financial participation (FFP) on a Board schedule of expenditure of federal awards (SEFA) and the other regarding collection of repayments for reversed claims (either manually or due to ODJFS denial of payment).

ODADAS and ODMH have conferred with representatives of the Auditor of State's (AoS) office specifically on the status of Boards as subrecipients or vendors. Working through the most recent practice aid on A-133 subrecipient or vendor determination, the AoS has agreed that Boards are best categorized as vendors at this time.

SEFA Reporting

In the July 1, 2011 communication there is a statement "For claims with dates of service on or after July 1, 2011 state resources will cover both the state and federal share." The reference to state resources also includes the FFP as earned federal revenue.

Based upon the financing change and the vendor categorization, Boards should not be reporting Medicaid on their SEFAs.

Collection of repayments for reversed claims

Payments for claims with dates of service prior to July 1, 2011 (see section headed "SFY 2012" on page 2 of the July 1, 2011 letter) are the responsibility of Boards based upon the funding sources they have identified. Provider debt associated with this payment timeframe is considered "owed" to the board. Since the mCPE system is still open and claims are still processing for dates of service prior to July 1, 2011, it is not recommended that Boards pursue "recovery" at this time but rather wait until they have been notified that payment obligations are over and the mCPE system for this time frame has been closed.

For claims with dates of service on and after July 1, 2011, any provider debt remaining after this period is closed out would be considered owed to the state since the funding is wholly from state resources. Therefore, procedures for addressing this situation will be developed by ODADAS and ODMH and shared with Boards and providers at a later date.

If you have any questions, please contact both of us at Angie.Bergefurd@mh.ohio.gov and Douglas.Day@ada.ohio.gov.

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