

Office of Recovery Services - Projected General Fund Collections

ORS Only	2017 ESTIMATE	2018 ESTIMATE
Title XIX (Bureau of Medical Collections)		
Health Claim	\$7,000,000	\$6,000,000
Tort	\$3,438,097	\$3,438,097
Estate Recovery	\$4,128,101	\$4,128,101
Provider Credit	\$12,078	\$12,078
Nursing Home	\$154,000	\$154,000
Total Title XIX	\$14,732,277	\$13,732,277
Non Title XIX		
IV-D Medical Support	\$42,516	\$42,516
Nursing Home Child Support	\$85,128	\$85,128
Total Non-Title XIX	\$127,643	\$127,643

Total Estimated Collections	\$ 14,859,920	\$ 13,859,920
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30% Estimated Return to General Fund	\$ 4,457,976	\$ 4,157,976
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Justification for Estimate

Two of the four programs (Estate Recovery and Tort) are overall on the rise, but collections depend on varying amounts of settlements and estate values, so a three-year average was used. Health claim is expected to decline; based the estimate on a similar decline as occurred in the previous year. Nursing Home is expected to decline rapidly; based the estimate on half of the previous year.

Explanation of Confidence

Medium-High confidence. Health Claim prediction is based on collections for two months of this fiscal year, and July was an abnormally low receipt month for the entire office due to holidays. Unable to tell based on only two months, one of which contained an anomaly, whether health claims are finally showing the decreased amounts we have been expecting. Have taken a conservative approach on all other program predictions.

Large events could raise or lower collections

Health claims, and whether the expected effects of the ACO will ever manifest in proportion to the population enrolled in ACOs, remain the biggest unknown. There has also been some discussion that pharmaceutical claims, which have always been "pay and chase" (ie, a part of the BMC health claim total) will largely become cost avoidance (billing other insurances prior to Medicaid). Either event could dramatically decrease collections in this program.