

Tulare Local Healthcare District dba Tulare Regional Medical Center

Agenda Item

Board Meeting Date: June 26, 2019

Title to Appear on Agenda:

Medicare Bad Debts Recovery Update – Discussion and Action to recommend approval of Services for Medicare Bad Debts Recovery

Brief Description:

There is an opportunity for the District to potentially recover some Medicare Bad Debts from previous year's activities. It is estimated that there is potential recovery opportunity from \$100,000 to \$200,000, depending on the success of the project.

This process is very intricate, and requires that exact and fully accurate information is available in order to pass a Medicare audit for recovery of these claims.

Background and Details: Following is an excerpt from a Consulting firm which specializes in this matter. Staff is currently having them check a very small sample to see if the requisite info is available in the District's computer system.

Genesa Reimbursement Group, LLC (Company) enters into this sample testing in order to analyze the District's data to determine the deductible and coinsurance amounts that the District shall include as Medicare Reimbursable Bad Debt on its' Medicare Cost Report (Review) for the following time periods:

- FY 7/1/16 to 6/30/17
- FY 7/1/17 to 10/29/17
- FY 10/15/18 to 3/31/19

Exhibits: None.

Recommended Action: Depending on the availability and success of the sample outcome, staff will be recommending entering an agreement with Genesa to perform the work on a full contingency basis.