



Department of Health Care Services  
**MEMORANDUM**

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**DATE:** February 4, 2013

**TO:** Members of the California Legislature

**FROM:** Carolyn Brookins  
Acting Assistant Deputy Director  
Legislative and Governmental Affairs  
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**SUBJECT:** Report to the Legislature –Nondesignated Public Hospital  
Intergovernmental Transfer Program

This memo serves as the second annual legislative report from the Department of Health Care Services (DHCS) for the Nondesignated Public Hospital Intergovernmental Transfer (NDPH-IGT) Program, prepared in compliance with Assembly Bill (AB) 113 (Monning, Chapter 20, Statutes of 2011) and mandated by the Welfare and Institutions Code section 14165.57(l)(1).

**Principal findings and recommendations:**

The purpose of this report is to identify the amount of funds available within the upper payment limit (UPL), the total amount of IGT funds transferred by public entities, the total amount of federal financial participation (FFP) received by NDPHs, and information on the effectiveness of the IGT allocation formula to distribute available federal matching funds among participating NDPHs.

NDPH-IGT FY 2011-12	
Available UPL	\$61,308,786
Total IGT made by NDPHs	\$30,654,393
Total FFP	\$30,654,393

The effectiveness of the allocation formula/model was approved by the Centers for Medicare and Medicaid Services on October 20, 2011. The NDPH-IGT program has been very successful in supplementing \$30,654,393, in financial relief to forty five (45) participating facilities, along with retaining \$3,031,753, to reimburse DHCS for the administrative costs of operating and for the benefit of Medi-Cal children's health care programs.

Effective July 1, 2012, Assembly Bill 1467 (Committee on Budget, Chapter 23, Statutes of 2012) authorized NDPH payment methodology changes and eliminated this supplemental payment program. Therefore, this will be the last report submitted for the NDPH-IGT Program.