# BOARD OF TRUSTEES OF THE FUND FOR HOSPITAL CARE FOR INDIGENT PERSONS (IAF BOARD) Nevada Revised Statute (NRS) 428.195

# January 22, 2025, 9:00 a.m. In Person & Virtual Attendance Available

### NOTICE TO THE PUBLIC:

The public may provide public comment in advance of a meeting by written submission to the following email address: <a href="mailto:info@nvnaco.org">info@nvnaco.org</a> For inclusion or reference in the minutes of the meeting, your public comment must include your full name and be submitted via email by not later than 3:00 p.m. the day before the meeting.

For Remote Access: Please join this meeting via this <u>link</u>, or you may join via Microsoft Teams using the following Meeting ID: 254 380 068 635

### **AGENDA**

Items on the agenda may be taken out of order. The Board may combine two or more agenda items for consideration. The Board may remove an item from the agenda or delay discussion relating to an item on the agenda at any time.

### Call to Order, Roll Call

- 1. Public Comment. Please Limit Comments to 3 Minutes
- 2. Approval of Agenda. For Possible Action.
- 3. Approval of Minutes for October 9, 2023, Meeting of the IAF Board. **For Possible Action.**
- 4. Update on the Status of the Fund for Hospital Care for Indigent Persons (IAF Fund) and Presentation of the Projected Sources and Uses of the Fund for FY2025 through FY2027, Christina Hadwick, Chief Financial Officer, Nevada Department of Health and Human Services.
- 5. Discussion and Approval of the Proposed Sources and Uses of the Fund for Hospital Care to Indigent Persons Including the IAF Non-Federal Share Transfer Amount for FY2025 through FY2027. **For Possible Action**
- 6. Discussion of Future Agenda Items.
- 7. Public Comment. *Please Limit Comments to 3 Minutes*

### **Adjournment**

## This agenda was posted at the following locations:

NACO Office 304 S. Minnesota Street, Carson City, NV 89703 Washoe County Admin. Building 1001 E. Ninth Street, Reno, NV 89520 Elko County Manager's Office 540 Court Street #101, Elko NV 89801 POOL/PACT 201 S. Roop Street, Carson City, NV 89701 www.nvnaco.org

Members of the public who are disabled and require special assistance are requested to contact the NACO office by phone at (775) 883-7863 or by writing to NACO, 304 S. Minnesota Street, Carson City, NV 89703, at least one (1) business day prior to the meeting.

Members of the public can request copies of the agenda and supporting material for the meeting by contacting Amanda Berg at (775) 883-7863. The agenda and supporting material will also be available at the NACO office and online at www.nvnaco.org.

# BOARD OF TRUSTEES OF THE FUND FOR HOSPITAL CARE FOR INDIGENT PERSONS (IAF BOARD) Nevada Revised Statute (NRS) 428.195

# October 9, 2023, 10:00 a.m. *Virtual Attendance Only*

## **UNADOPTED MINUTES**

**Attendance:** Carson City Supervisor Giomi, Clark County Commissioner McCurdy, White Pine County Commissioner Carson, Lyon County Human Services Administrator Holmes and NACO Staff (Vinson Guthreau and Amanda Berg)

The meeting was called to order at 10:02 a.m.

- 1. **Public Comment**. None was given.
- 2. **Approval of Agenda**. The agenda was approved on a motion by Commissioner McCurdy with second by Supervisor Giomi.
- 3. **Approval of Minutes for the March 14, 2022, Meeting of the Board**. The minutes were approved on a motion by Supervisor Giomi with second by Commissioner McCurdy.
- 4. Review and Discussion Regarding the Administration of the Fund for Hospital Care to Indigent Persons (IAF), Vinson Guthreau, Nevada Association of Counties (NACO), Executive Director. Vinson gave the Board an overview of the Fund, including its revenue sources which include a one and ½ cent property tax levy, deductibles collected from counties for approved indigent accident claims, and unmet free care obligations. He reminded the Board that the dollars within the fund are held by the State in the Department of Health and Human Services. Vinson discussed the allowable uses of the dollars within the fund which include the payment of claims made by hospitals for the care of indigent persons involved in auto accidents, supporting counties long-term care obligations from Medicaid, and leveraging the non-federal share match for the State plan for Medicaid. Debi Reynolds from the Department of Health and Human Services concluded the item by informing the Board of the individual categories the dollars are held in within the Department.
- 5. Discussion and Approval of the Proposed Sources and Uses of the Fund for Hospital Care to Indigent Persons Including the IAF Non-Federal Share Transfer Amount for FY2024. Ms. Reynolds directed the Boards attention to the Sources and Uses document included in the agenda packet and explained the projected revenues and expenditures for SFY24 and SFY25. The Sources and Uses

were approved as presented on a motion by Commissioner McCurdy with second by Commissioner Carson.

- 6. **Discussion of Future Agenda Items and Future IAF Meeting Dates**. Vinson informed the Board that unless Indigent Accident Fund claims are received a meeting of the Board would not be necessary until 2024.
- 7. **Public Comment**. None was given.

The meeting was adjourned at 10:17 a.m.



### Sources and Uses - HIF- IAF Supplemental Payment Program

DAWN as o	110/24/24									_
		Actual	Actual	Actual	Actuals	Actuals	Projected	Projected	Projected	
BA 3244										
RGL/CAT	Sources	SFY 2020	SFY 2021	SFY 2022	SFY 2023	SFY 2024	SFY 2025	SFY 2026	SFY 2027	
2512	Balanced Forward from Prior Year	30,106,803.31	25,925,928.00	29,840,814.00	25,047,251.00	27,546,680.00	35,081,436.00	30,230,330.68	28,751,588.69	DHHS Director's Office
3320	1.5 Cent Ad Valorem Tax	15,144,694.00	16,554,810.35	17,745,694.70	18,794,372.41	20,729,323.49	22,354,147.86	24,106,330.66	25,995,854.63	DHHS Director's Office
4101	Unmet Free Care Obligation	21,506,007.00	23,049,415.00	22,400,926.00	23,702,043.00	24,817,046.00	26,428,959.68	26,428,959.68	26,428,959.68	DHCFP - Supplemental Reimbursement**
4103	\$3,000 per Claim from Counties	-	-	-	-	-	3,000.00	3,000.00	3,000.00	NACO, DHHS Director's Office
4326	Interest Earned	385,051.00	115,865.56	231,457.43	621,201.52	990,316.56	614,325.03	614,325.03	614,325.03	DHHS Director's Office
	Total Sources	67,142,555.31	65,646,018.91	70,218,892.13	68,164,867.93	74,083,366.05	84,481,868.56	81,382,946.05	81,793,728.03	
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		Actual	Actual	Actual	Actuals	Actuals	Projected	Projected	Projected	
Category	Uses	SFY 2020	SFY 2021	SFY 2022	SFY 2023	SFY 2024	SFY 2025	SFY 2026	SFY 2027	
04, 87, 88	NACO Administration/Assessments	70,000.00	70,000.00	70,874.00	71,870.00	72,551.00	73,013.00	73,013.00	73,013.00	DHHS Director's Office
12	HIF - IAF Non Federal Share Transfer	37,402,882.00	27,588,372.99	26,308,525.80	24,575,785.36	18,562,462.35	25,911,752.00	25,770,898.16	26,921,051.14	NACO, DHCFP - Supplemental Reimbursement*
12	HIF - IAF Transfer to Medicaid to offset	769,125.00	146,832.00	56,306.00	83,792.00	292,424.00	236,118.00	236,118.00	236,118.00	NACO, DHCFP - Supplemental Reimbursement
	decrease in UPL									
13	Hospital Claims	974,621.00	-	-	-	-	1,000,000.00	1,000,000.00	1,000,000.00	NACO
13	HIF - IAF County Match Set Aside	2,000,000.00	8,000,000.00	18,735,935.80	15,886,741.36	20,074,493.00	27,030,654.89	25,551,328.19	26,701,481.16	NACO
	Total Uses	41,216,628.00	35,805,204.99	45,171,641.60	40,618,188.72	39,001,930.35	54,251,537.89	52,631,357.36	54,931,663.30	
	Remaining to Balance Forward:	25,925,927.31	29,840,813.92	25,047,250.53	27,546,679.21	35,081,435.70	30,230,330.68	28,751,588.69	26,862,064.73	
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	Unmet Free Care Obligation				23,702,043	24,817,046	26,428,960	26,428,960	26,428,960	
	Difference (Balance Forward - Unmet Free Care Obligation)				3,844,637	10,264,390	3,801,371	2,322,629	433,105	

<sup>\*</sup>SFY 2025 HIF-IAF Non Federal Share Transfer represents actual amounts.

### NOTES:

DAMN as of 10/24/24

The Fund for Hospital Care to Indigent Persons was created pursuant to NRS 428.175 and is administered by a Board of Trustees consisting of four county commissioners and one director of a county social services agency appointed by the Governor. The Indigent Hospital Care budget account was established to account for Fund activity. The Board may enter into an agreement with the Division of Health Care Financing and Policy to provide the state share of certain Medicaid expenditures relating to hospital care. Funds in the account may also be used to reimburse providers of care (through county applications) for unpaid services provided to an indigent person in excess of \$25,000. Additionally, counties may be reimbursed for their share of nonfederal long-term care expenditures for indigent persons. Statutory Authority: NRS 428.115 - 428.255.

RGL 2512 Funds balanced forward from the previous year. \$27.5 million was balanced forward from SFY23 into SFY24, and we are projecting to balance forward \$35 million into SFY25.

#### The Indigent Accident Fund has four possible funding sources:

- RGL 3320 Ad Valorem Real Property Tax. 1.5 cents per \$100 of assessed value on all taxable property in the state (projections are based on a 5-year average). These funds will be transferred to the Division of Health Care Financing and Policy to be utilized as part of the state match for Medicaid payments in budget account 3157. These funds will also be used for the county match paid out of budget account 3157.
- RGL 4101 Unmet Free Care Obligation. Funding is received in relation to the hospital unmet free care obligation collected pursuant to NRS 4398.340.

  Unmet Free Care Criteria: In counties that have two or more hospitals with greater than 100 beds (Clark and Washoe), the hospitals are required to provide uncompensted care to indigent clients equal to 0.6% of the hospitals' net revenue. The Unmet Freecare Obligation has grown as Nevada's uninsured rate has fallen (ie. fewer people are insured, so hospitals cannot meet their freecare obligation).
- RGL 4103 County Reimbursements. For claims not greater than \$3,000. Funds in the account may be used to reimburse providers of care (through county applications) for unpaid services provided to an indigent person in excess of \$25,000. These funds will be transferred to the Division of Health Care Financing and Policy to be utilized as part of the state match for Medicaid payments. This revenue stream reflects 1 claim @ \$3,000.
- **RGL 4326** Interest collected on the Indigent Hospital Care. These funds will be transferred to the Division of Health Care Financing and Policy to be utilized as part of the state match for Medicaid payments. NRS 428.255

#### Allowable expenses:

- Cat 04 Funds an interlocal agreement with the Nevada Association of Counties (NACO) to provide program administration on behalf of the Board of Trustees of the Fund for Hospital Care for Indigent Persons. Services include reviewing and verififying hospital applications for reimbursement from the fund, maintaining records, and providing training for counties.
- Cat 12 Accounts for supplemental payments paid 100% by RGL 4101 Unmet Freecare Obligations. Funds are transferred to DHCFP.
- Cat 13 Accounts for funds transferred to the counties for hospital claims and county match for long-term care. Funds are transferred to DHCFP.

<sup>\*\*</sup>SFY 2025 Unmet Free Care Obligation is based on preliminary amounts.