

Collecting Medic Accounts Medic & The Office of the Tax Collector

Presented by: Joe Penner, Executive Director, Medic Neal Dixon, Tax Collector 10/1/19

Context

- Medic's Mission
 - To save a life, hold a hand and be prepared to respond in our community when and where our patients need us.
- There are two ways the Agency is funded
 - Fees paid for service
 - County subsidy (tax dollars)
- All patients receive the same outstanding response and care
- Caregivers don't pre-screen for insurance status

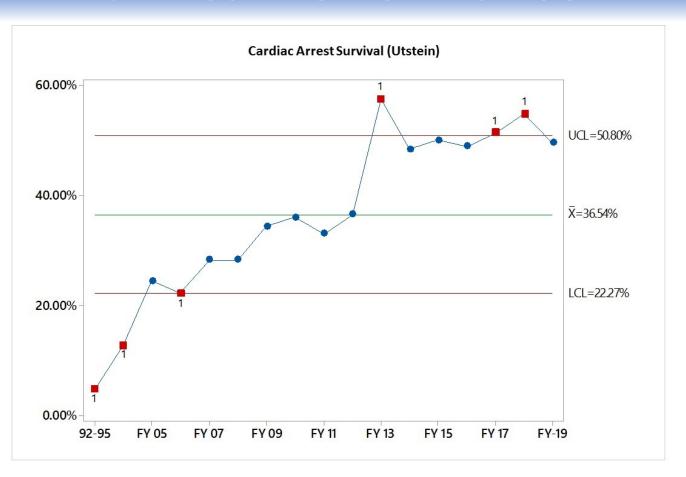
The Problem

- Medic was not fully paid for 35,177 (30%) patient encounters in FY '19
 - \$28,650,127
- Medic currently has ~ \$123,000,000 in unpaid fees from FY '12 '19
- Statewide issue NCGS authorizes 91 counties to partner with OTC
- Stewardship of tax payer dollars is a core tenet of Medic's responsibilities
- There are three options for addressing the gap caused by non payment
 - Raise rates
 - Increase county funding
 - Expand collection activity for services provided

Fiscal Performance



Clinical Performance



Summary

- Medic is very efficient and effective
- The Agency is funded through fees for service and county subsidy
- Medic wrote off \$5,121,638 in charity care during FY '19
- OTC Referral Exclusions
 - Medicaid, VA, Worker's Compensation, and Hospice patients
- The OTC can manage Medic's collection activity faster, more effectively and for lower costs

Overview

- The Office of the Tax Collector (OTC) collected Medic bills until 1996.
 Collections responsibility was transferred to Medic when the new governance restructure was implemented.
- Reinstatement of collection services between the OTC and Medic occurred with the approval of the FY 2020 budget and execution of a Memorandum of Understanding (MOU).
- The OTC received four full-time positions in the FY 2020 budget, with costs reimbursed by Medic, to administer the program.
- Three of the four positions have been filled and the hiring process for the fourth is nearing completion.



The first file from Medic to the OTC is scheduled for October 4.

Collection Process

- Medic claims become delinquent 120 days following service.
- Four notices are sent prior to delinquency.
- Once delinquent, Medic will submit files to the OTC that excludes patients who receive Medicaid, worker's compensation, Hospice, have charitable designation, or receive VA benefits.
- Delinquent claims are submitted to the Debt Setoff Program and the OTC simultaneously.
- If the OTC is unable to collect, the claim is submitted to a credit agency to pursue collections which includes credit reporting.
- Patients with delinquent bills are encouraged to contact Medic to discuss options including payment plans.



Customer Service

Questions regarding charges and relief options are handled by Medic.

Medic: 704-943-6400 or PFS@Medic911.com

Questions regarding collection action are handled by the OTC.

OTC: 980-314-4450 or <u>TaxMedic@MeckNC.gov</u>

 The Medic and OTC web pages include a Frequently Asked Questions and Answers document that provides detailed information to the public.

