



Agenda Item Summary

File #: 25-00553

Agenda Date: 10/22/2024

Agenda Item Name:

FY26 Non-Ad Valorem Hospital Assessment

Presenter:

Tommy Crosby, Assistant County Manager, Office of Budget & Fiscal Services (352) 337-6205

Description:

Resolution with budget amendment for non-ad valorem Hospital Assessment

Recommended Action:

Approve adoption of resolution revenues which includes budget amendment to recognize non-ad valorem hospital assessment

Prior Board Motions:

Board adopted ordinance 24-00239 on September 24, 2024

Fiscal Note:

The Board shall set the assessments in amounts that, in the aggregate, will generate sufficient revenue to fund the non-federal share of the Medicaid hospital directed payment program to be funded by the Assessments.

The amount of the assessments required of each Assessed Property may not exceed an amount that, when added to the amount of other required assessments, exceeds the maximum percent of the aggregate net patient revenue of all Assessed Properties in the state permitted by 42 C.F.R. § 433.68(f)(3)(i)(A). The amount of the assessments is to be collected pursuant to an additional and alternative method, as specified in § 197.3631, Fla. Stat., for non-ad valorem special assessments.

Budget Amendment Attached \$67,972,796

Strategic Guide:

All Other Mandatory and Discretionary Services

Background:

The Board of County Commissioners of Alachua County, Florida, conducted a public hearing to approve the imposition and collection of non-ad valorem special assessments against each private for-profit and not-for-profit hospital that provides inpatient hospital services and that holds a right of possession and right of use to real property in the County through an ownership or leasehold interest

(each, an Assessed Property).

Purpose of assessments

The assessments are intended to finance intergovernmental transfers provided consistent with federal guidelines that fund the non-federal share of certain supplemental payment programs, thus directly and specially benefitting Assessed Properties and supporting the provision of health care services to Medicaid, indigent, and uninsured members of the County's community.

Rates and unit of measurement

The assessment rates set forth in the Non-Ad Valorem Assessment Roll to be levied as 0.50% of gross patient revenue. Assessments for each Assessed Property will be derived from data contained in cost reports and/or the Florida Hospital Uniform Reporting System, as available from the Florida Agency for Health Care Administration.

Failure to pay

Failure to pay the Assessments will cause a tax certificate to be issued against the property or foreclosure proceedings to be instituted, either of which may result in a loss of title to the property.