Item 4



Travis County Commissioners Court Agenda Request

Meeting Date: August 7, 2012 Prepared By/Phone Number: Norman McRee/854-4821 Elected/Appointed Official/Dept. Head: Leslie Browder, County Juge Executive, Planning & Budget Commissioners Court Sponsor: Samuel T. Biscoe, County Judge

AGENDA LANGUAGE:

Review and approve the immediate release of reimbursement payment to United Health Care for claims paid for participants in the Travis County Employee Health Care Fund for payment of \$877,981.66, for the period of July 20 to July 26, 2012.

BACKGROUND/SUMMARY OF REQUEST AND ATTACHMENTS:

See attached.

STAFF RECOMMENDATIONS:

The Director or Risk Manager has reviewed the reimbursement submitted and concurs with the findings of the audits by the Financial Analyst and the Benefits Contract Administrator and therefore recommends reimbursement of \$877,981.66.

ISSUES AND OPPORTUNITIES:

See attached.

FISCAL IMPACT AND SOURCE OF FUNDING:

Employee Health Benefit Fund (8956) - \$877,981.66

REQUIRED AUTHORIZATIONS:

John Rabb, 854-2742 Diane Blankenship, 854-9170 Jessica Rio, 854-9106

AGENDA REQUEST DEADLINE: All agenda requests and supporting materials must be submitted as a pdf to Cheryl Aker in the County Judge's office, <u>Cheryl.Aker@co.travis.tx.us</u> by Tuesdays at 5:00 p.m. for the next week's meeting.

TRAVIS COUNTY RECOMMENDATION FOR TRANSFER OF FUNDS

DATE:	August 7, 2012
TO:	Members of the Travis County Commissioners Court
FROM:	John Rabb, Benefits Manager
COUNTY DEPT.	Human Resources Management Department (HRMD)
DESCRIPTION:	United Health Care (UHC) (The Third Party Administrator for Travis County's Hospital and Self Insurance Fund) has requested reimbursement for health care claims paid on behalf of Travis County employees and their dependents.
PERIOD OF PAYMENTS MADE:	July 20, 2012 to July 26, 2012
REIMBURSEMENT REQUESTED FOR THIS PERIOD:	\$877,981.66
HRMD RECOMMENDATION:	The Director or Benefits Manager has reviewed the reimbursement submitted and concurs with the findings of the audits by the Financial Analyst and the Benefits Contract Administrator and therefore recommends reimbursement of \$877,981.66.

Please see the attached reports for supporting detail information.

TRAVIS COUNTY HOSPITAL AND INSURANCE FUND SUPPORTING DETAIL FOR THE WEEKLY REIMBURSEMENT REQUEST TO COMMISSIONERS COURT FOR THE PAYMENT PERIOD JULY 20, 2012 TO JULY 26, 2012

- Page 1. Detailed Recommendation to Travis County Auditor for transfer of funds.
- Page 2. Chart of Weekly Reimbursements Compared to Budget.
- Page 3. Paid Claims Compared to Budgeted Claims.
- Page 4. FY Comparison of Paid Claims to Budget.
- Page 5. Notification of amount of request from United Health Care (UHC).
- Page 6. Last page of the UHC Check Register for the Week.
- Page 7. List of payments deemed not reimbursable.
- Page 8. Journal Entry for the reimbursement.

TRAVIS COUNTY **RECOMMENDATION FOR TRANSFER OF FUNDS**

DATE: TO: FROM: COUNTY DEPT. August 7, 2012 Susan Spataro, County Auditor Norman McRee, HR Financial Analyst Human Resources Management Department (HRMD)

United Health Care (UHC) (Travis County's Third Party Administrator for our Self Insured Health Care Fund) has requested reimbursement for health care claim payments made on behalf of Travis County employees and their dependents as follows:

PERIOD OF PAYMENTS PAID:	
FROM:	July 20, 2012
TO:	July 26, 2012

REIMBURSEMENT REQUESTED:

877,981.66

LESS: REIMBURSEMENTS PR COMMISSIONERS COURT: Adjust to balance per UHC AJE Correction - Vision Payr TOTAL CLAIMS REIMBURSEM PAYMENTS DEEMED NOT	August 7, 2012 October 5, 2010 adj nent 6/1/2012 IENT REQUESTED BY UHC FOR THIS WEEK**:	\$ \$ \$ \$ \$ \$	(752,022.01 135.10 0.17 16,866.79 877,981.66
COMMISSIONERS COURT: Adjust to balance per UHC AJE Correction - Vision Payr	August 7, 2012 October 5, 2010 adj nent 6/1/2012		(752,022.01 135.10 0.17 16,866.79
COMMISSIONERS COURT: Adjust to balance per UHC AJE Correction - Vision Payr	August 7, 2012 October 5, 2010 adj nent 6/1/2012		(752,022.01 135.10 0.17
COMMISSIONERS COURT: Adjust to balance per UHC	August 7, 2012 October 5, 2010 adj		(752,022.01 135.10
	August 7, 2012		(752,022.01
LESS: REIMBURSEMENTS PR	EVIOUSLY APPROVED BY	Þ	(2,000.00
	bank withdrawal correction	•	(2,850.00
NOTIFICATION OF AMOUNT O	F REQUEST FROM UHC*:	\$	1,615,851.61

The claims have been audited for eligibility and all were eligible in the period covered by the claim.

All claims over \$25,000 (0 this week totaling \$0.00) have been audited for data entry accuracy and the following information is correct for each claim audited: date of service, eligibility, nature of service, name of and amount billed by provider, amount billed by date and amount paid by UHC.

Fifteen percent (15%) of all claims under \$25,000 (\$134,906.57) have been audited for data entry accuracy and the following information is correct for each claim identified for this random review; date of service. eligibility, nature of service, name of and amount billed by provider, date and amount paid by UHC. Claims in this random audit met the above requirements but may qualify for more detailed analysis through other resources.

All claims have been reviewed to determine if they have exceeded the \$225,000 stop loss limit. Claims that have exceeded the limit will be reimbursed by Sun Life effective November 1, 2011. Cumulative fiscal year stop loss reimbursements from Sun Life total \$108,265.84.

All claims submitted in this transfer have been audited to confirm accuracy of billing and legitimacy of claim under the service provisions of the health care contract and all are contractually legitimate, legally incurred and accurately billed claims.

I certify that all data listed on this recommendation for transfer of funds is correct and that the payments shown have been made solely for the purpose of health insurance claims.

Diane oirot, Director, HRMD

Rabb, Benefits Manager Job

lo urinton, Benefit Contract Administrator

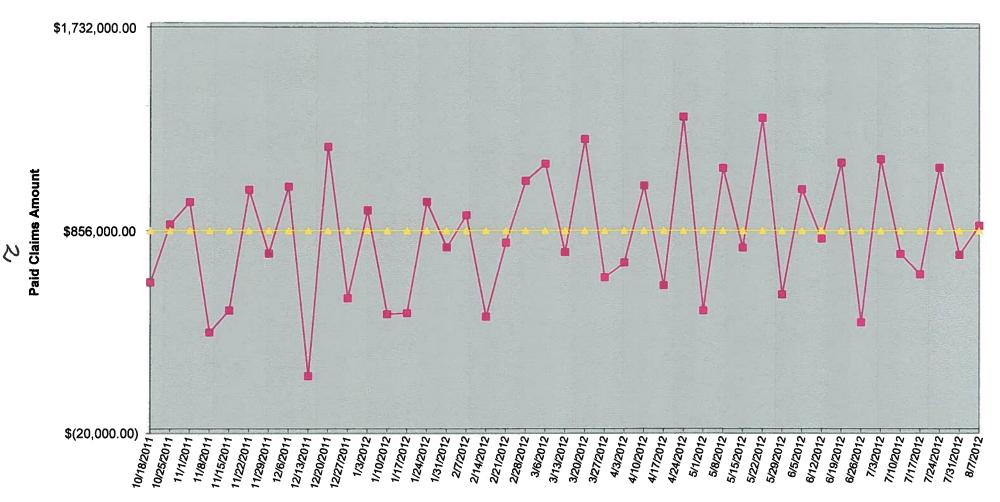
7/27/12 Norman Mc Ree

Norman McRee, Financial Analyst

** Agrees to the total payments for this period per the check register received from UHC. See the final page of this period's check register attached.

Date

Travis County Employee Benefit Plan FY12 Paid Claims vs Weekly Claims Budget of \$856,615.23



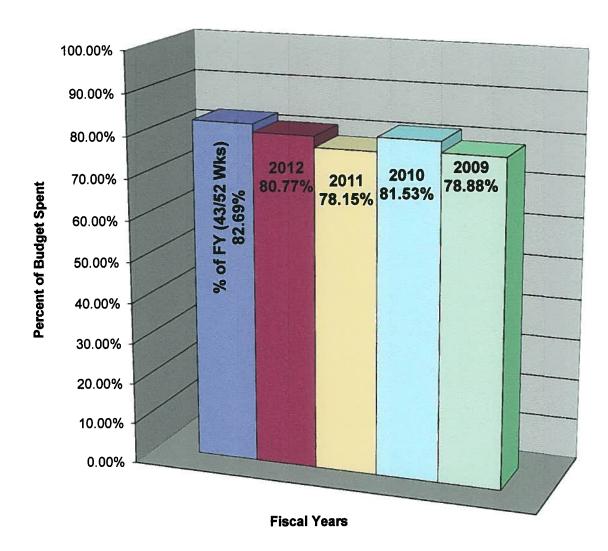
Commissioners Court Date

Travis County Employee Benefit Plan FY12 Weekly Paid Claims VS Weekly Budgeted Amount

W k	Period from	Period To	Voting Session Date	Pd Claims Request	Budgeted Weekly Claims	# of Large	Total of Large Claims	FY 2012 % of Budget	FY 2011 % of Budget
4	0/00/0044	40/0/0044		Amount		Claims		Spent	Spent
1 2	9/30/2011 10/7/2011	10/6/2011	10/18/2011	\$ 633,677.95	\$ 856,615.23	2	\$ 84,383.56	1.42%	1.14%
2	10/14/2011	10/13/2011	10/25/2011 11/1/2011	\$ 882,462.44 \$ 978.780.20	\$ 856,615.23 \$ 856.615.23	1	\$ 34,434.26	3.40%	3.65%
4	10/21/2011	10/27/2011	11/8/2011	\$ 978,780.20\$ 417,495.82	\$ 856,615.23 \$ 856,615.23	1	\$ 85,633.00 \$ -	5.60% 6.54%	4.76% 7.22%
5	10/28/2011	11/3/2011	11/15/2011	\$ 513,031.56		1	\$ - \$ 25,354.52	7.69%	8.28%
6	11/4/2011	11/10/2011	11/22/2011	\$ 1,031,570.27	\$ 856,615.23	0	\$ 23,334.32	10.01%	10.69%
7	11/11/2011	11/17/2011	11/29/2011	\$ 757,171.26	\$ 856,615.23	2	\$ 166,108.32	11.71%	12.20%
8	11/18/2011	11/24/2011	12/6/2011	\$ 1,045,944.29	\$ 856,615.23	1	\$ 29,029.81	14.05%	14.23%
9	11/25/2011	12/1/2011	12/13/2011	\$ 229,111.51	\$ 856,615.23	0	\$ -	14.57%	15.77%
10	12/2/2011	12/8/2011	12/20/2011	\$ 1,217,952.91	\$ 856,615.23	4	\$ 166,327.24	17.30%	17.99%
11	12/9/2011	12/15/2011	12/27/2011	\$ 565,509.10	\$ 856,615.23	1	\$ 30,240.78	18.57%	19.10%
12	12/16/2011	12/22/2011	1/3/2012	\$ 942,710.54	\$ 856,615.23	0	\$ -	20.69%	21.81%
13	12/23/2011	12/29/2011	1/10/2012	\$ 497,081.54	\$ 856,615.23	3	\$ 90,452.62	21.80%	22.62%
14	12/30/2011	1/5/2012	1/17/2012	\$ 501,307.66	\$ 856,615.23	1	\$ 33,103.70	22.93%	24.21%
15	1/6/2012	1/12/2012	1/24/2012	\$ 980,234.49	\$ 856,615.23	0	\$-	25.13%	25.75%
16	1/13/2012	1/19/2012	1/31/2012	\$ 784,679.34	\$ 856,615.23	5	\$ 247,915.57	26.89%	28.64%
17	1/20/2012	1/26/2012	2/7/2012	\$ 923,174.33		1	\$ 43,848.52	28.96%	29.97%
18	1/27/2012	2/2/2012	2/14/2012	\$ 485,429.02	\$ 856,615.23	0	\$ -	30.05%	32.22%
19	2/3/2012	2/9/2012	2/21/2012	\$ 804,332.61	\$ 856,615.23	5	\$ 239,340.91	31.86%	33.66%
20	2/10/2012	2/16/2012	2/28/2012	\$ 1,070,701.34	\$ 856,615.23	1	\$ 112,390.12	34.26%	35.74%
21	2/17/2012	2/23/2012	3/6/2012	\$ 1,144,590.00	\$ 856,615.23	3	\$ 269,470.27	36.83%	37.01%
22 23	2/24/2012 3/2/2012	3/1/2012 3/8/2012	3/13/2012 3/20/2012	\$ 763,227.16 \$ 1.251,959.32	\$ 856,615.23	2	\$ 152,289.82	38.55%	39.34%
23	3/9/2012	3/15/2012	3/27/2012	\$ 1,251,959.32 \$ 654,180.98	\$ 856,615.23 \$ 856,615.23	4	\$ 222,757.96 \$ 27,512.35	41.36%	41.06%
25	3/16/2012	3/22/2012	4/3/2012	\$ 718,070.63	\$ 856,615.23 \$ 856,615.23	4	\$ 27,512.35 \$ 147,348.72	42.83%	43.45%
26	3/23/2012	3/29/2012	4/10/2012	\$ 1,049,553.56	\$ 856,615.23	2	\$ 65,033.32	44.44% 46.79%	45.18% 47.71%
27	3/30/2012	4/5/2012	4/17/2012	\$ 620,075.83	\$ 856,615.23	1	\$ 52,789.64	48.19%	49.31%
28	4/6/2012	4/12/2012	4/24/2012	\$ 1,347,518.33	\$ 856,615.23	4	\$ 251,686.20	51.21%	52.13%
29	4/13/2012	4/19/2012	5/1/2012	\$ 512,438.99	\$ 856,615.23	1	\$ 28,723.77	52.36%	53.14%
30	4/20/2012	4/26/2012	5/8/2012	\$ 1,126,915.90		2	\$ 93,065.85	54.89%	55.40%
31	4/27/2012	5/3/2012	5/15/2012	\$ 782,524.92	\$ 856,615.23	4	\$ 272,823.44	56.65%	56.70%
32	5/4/2012	5/10/2012	5/22/2012	\$ 1,343,226.16	i i i i i i i i i i i i i i i i i i i	4	\$ 169,781.89	59.66%	59.04%
33	5/11/2012	5/17/2012	5/29/2012	\$ 581,500.19	\$ 856,615.23	1	\$ 30,230.00	60.97%	60.53%
34	5/18/2012	5/24/2012	6/5/2012	\$ 1,036,119.69	\$ 856,615.23	1	\$ 25,818.58	63.30%	62.68%
35	5/25/2012	5/31/2012	6/12/2012	\$ 821,261.32	\$ 856,615.23	3	\$ 278,532.72	65.14%	63.69%
36	6/1/2012	6/7/2012	6/19/2012	\$ 1,150,995.87	\$ 856,615.23	2	\$ 113,030.61	67.72%	66.11%
37	6/8/2012	6/14/2012	6/26/2012	\$ 461,241.76	\$ 856,615.23	0	- \$	68.76%	67.17%
38	6/15/2012	6/21/2012	7/3/2012	\$ 1,166,906.80	\$ 856,615.23	3	\$ 179,252.35	71.38%	70.70%
39		6/28/2012	7/10/2012	\$ 755,828.07		5	\$ 168,237.16	73.07%	71.07%
40		7/5/2012	7/17/2012	\$ 668,392.54		2	\$ 95,790.71	74.58%	73.00%
41	7/6/2012	7/12/2012	7/24/2012	\$ 1,129,219.55			\$ 171,162.10	77.11%	74.74%
42	7/13/2012	7/19/2012	7/31/2012	\$ 752,022.01		the second s	\$ 752,022.01	78.80%	76.85%
43	7/20/2012	7/26/2012	8/7/2012	\$ 877,981.66	\$ 856,615.23	0	<u>\$</u> -	80.77%	78.15%
_									
							İ		l
		Paid & Budget	ed Claims to Date	\$ 35,978,109.42	\$ 36,834,454.92				
			Claims less Total We		\$ (856,345.50)				

φ 00,570,103.42	1 4 5	5,054,454.52
Paid Claims less Total Weekly Budget	\$	(856,345.50)

note: Not predictive of impact on reserve, intended to show relationship of weekly claims cost to weekly budget.



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Comparison of Claims to FY Budgets Week 43

Norman McRee

From: Sent: To: Subject: SIFSFAX@UHC.COM Friday, July 27, 2012 12:54 AM Norman McRee UHG FUNDING NOTIFICATION

TO: NORMAN MCREE FAX NUMBER: (512) 854-3128 PHONE: (512) 854-3828 FROM: UNITEDHEALTH GROUP AB5

NOTIFICATION OF AMOUNT OF REQUEST FOR: TRAVIS COUNTY

DATE: 2012-07-27 REQUEST AMOUNT: \$1,615,851.61

CUSTOMER ID: 00000701254 CONTRACT NUMBER: 00701254 00709445 BANK ACCOUNT NUMBER: 0475012038 ABA NUMBER: 021000021 FUNDING ADVICE FREQUENCY: DAILY FREQUENCY: FRIDAY INITIATOR: CUST METHOD: ACH BASIS: BALANCE

CALCULATION OF REQUEST AMOUNT

 + ENDING BANK ACCOUNT BALANCE FROM: 2012-07-26
 \$1,076,534.71

 - REQUIRED BALANCE TO BE MAINTAINED:
 \$2,668,041.00

 + PRIOR DAY REQUEST:
 \$00.00

 = UNDER DEPOSIT:
 \$1,591,506.29

 + CURRENT DAY NET CHARGE:
 \$24,345.32

 + FUNDING ADJUSTMENTS:
 \$00.00

 REQUEST AMOUNT:
 \$1,615,851.61

ACTIVITY FOR WORK DAY: 2012-07-20

CUST		NON	NET	
PLAN	CLAIM	CLAIM	CHARGE	
0632	\$411,400.68	\$00.00	\$411,400.68	
5972	\$85.24-	\$00.00	\$85.24-	

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UNITED HEALTHCARE CHECK REGISTER FOR TRAVIS COUNTY SUBMITTED 2012_07_26

	CONTR_NBR	PLN_ID		NS_AMT	SRS	DESG_NBR	CHK_NBR	GRP_ID	CLM_ACCT_NBR	ISS_DT	TRANS_TYP_CD	TRANS_DT	WK_END_DT
	701254	632	\$	(249.06)	A1		54271	AH	6	7/16/2012	200	7/23/2012	7/26/2012
	701254	632	\$	(273.94)	A1		75182	AH	9	7/16/2012	200	7/23/2012	7/26/2012
	701254	632	\$	(290.18)	A1		78039	AH	6	7/16/2012	200	7/23/2012	7/26/2012
	701254	632	\$	(295.94)	A1		71973	AH	9	7/16/2012	200	7/23/2012	7/26/2012
	701254	632	\$	(316.37)	A1		821	AE	8	7/16/2012	200	7/23/2012	7/26/2012
	701254	632	\$	(337.10)	A1		41797	AH	6	7/16/2012	200	7/23/2012	7/26/2012
	701254	632	\$	(339.00)	A1		34752	AH	5	7/16/2012	200	7/23/2012	7/26/2012
	701254	632	\$	(344.56)	A1		4890	AH	6	7/16/2012	200	7/23/2012	7/26/2012
	701254	632	\$	(387.55)	A1		21657	AA	6	7/16/2012	200	7/23/2012	7/26/2012
	701254	632	\$	(434.68)	A1		80414	AE	1	7/16/2012	200	7/23/2012	7/26/2012
	701254	632	\$	(566.00)	A1		60082	AA	1	7/16/2012	200	7/23/2012	7/26/2012
	701254	632	\$	(618.38)	A1		60245	AH	6	7/16/2012	200	7/23/2012	7/26/2012
	701254	632	\$	(637.57)		26	296988	AA	7	7/23/2012	50	7/26/2012	7/26/2012
	701254	632	\$	(659.30)	A1		47037	AH	7	7/16/2012	200	7/23/2012	7/26/2012
	701254	632	\$	(729.63)	A1		23446	AH	8	7/16/2012	200	7/23/2012	7/26/2012
	701254	632	\$	(753.97)	A1		33522	AH	9	7/16/2012	200	7/23/2012	7/26/2012
8	701254	632	\$	(770.08)		26	296989	AE	1	7/23/2012	50	7/26/2012	7/26/2012
0.4	701254	632	\$ (1,302.13)	A1		60206	AH	5	7/16/2012	200	7/23/2012	7/26/2012
	701254	632	\$ (9,191.20)		26	296881	AH	5	7/23/2012	50	7/26/2012	7/26/2012

877,981.66

Travis County Hospital and Insurance Fund - County Employees

UHC Payments Deemed Not Reimbursable

For the payment week ending: 07/26/2012

CONTR_# TRANS_AMT SRS CHK_# CLAIM TRANS CONTR_# TRANS_AMT SRS CHK_# GRP ACCT# ISS_DATE CODE TRANS_DATE

Total: \$0.00

Travis County - Employee Health Benefits Fund (526)

Journal Entry for the Reimbursement to United Health Care

For the payment week ending: 7/26/2012

Туре	EE/RR	Cost Center	G/L Account		ransaction Amount	
CEPO	EE	1110068956	516010	\$	101,790.81	
	RR	111 0068 956	516110	\$	29,727.64	
			Total CEPO			\$ 131,518.45
EPO	EE	1110068956	516030	\$	174,393.73	
	RR	1110068956	516130	\$	43,260.25	
			Total EPO			\$ 217,653.98
РРО	EE	1110068956	516020	\$	473,649.24	
	RR	1110068956	516120	× \$	55,159.99	
			Total PPO			\$ 528,809.23
			Grand Total			\$ 877,981.66