

November 10, 2023

Subject: Consideration of a Local Provider Participation Fund in Collin County

Dear Hospital Administrator,

I hope this letter finds you well and continuing your important work in providing health care services to our community.

I am reaching out to inform you of the Collin County Commissioners Court's intention to discuss the implementation of a Local Provider Participation Fund (LPPF) at its meeting on December 4th, 2023 at 1:30 PM in the Jack Hatchell Administration Building- 4th floor 2300 Bloomdale McKinney TX 75071. This proposal represents a pivotal step towards enhancing the healthcare infrastructure within our county and ensuring that our residents receive the quality healthcare they deserve.

The LPPF is a mechanism that allows local governments to collect mandatory payments from private hospitals within their jurisdiction. These payments are used to draw down federal matching funds under the Medicaid program. Upon successful federal matching, funds are redistributed to the hospitals participating in the program, increasing the overall Medicaid reimbursement they receive. This not only augments the hospitals' ability to serve the Medicaid population but also fortifies the health care safety net for all residents by promoting financial stability within our local healthcare system.

The authority to establish an LPPF is provided under the Texas Health and Safety Code, Title 4, Subtitle D, Chapter 300. This legal framework ensures that our actions are aligned with state policies and regulations, fostering a collaborative approach to healthcare funding.

We consider the input of local hospitals essential in shaping this initiative and invite you to participate in the process. Further details, including the agenda and framework for discussion, will be forthcoming.

We appreciate your dedication to serving the health needs of our community and look forward to your continued partnership in this vital initiative.

If you have any questions or comments, please contact me at <u>bbilyeu@collincountytx.gov</u> or 972-548-4631.

Sincerely,

Bill Bilyeu County Administrator