

**STATE AND LOCAL HOSPITALIZATION**

Funding for this program is proposed to be eliminated in FY 2010, a victim of Governor Kaine's state budget reduction strategy - for us, a net savings of \$3,568 from FY 2009.

This program was formerly funded cooperatively by the county and state to pay for inpatient, outpatient and emergency room services for indigent county residents. A spreadsheet is attached showing the county appropriations for FY's 2006-2009.

§ 32.1-345. Counties and cities required to participate; allocation and payment of funds to and payments by counties and cities. — A. The governing body of each city and county in the Commonwealth shall participate in the State/Local Hospitalization Program for indigent persons established in this chapter.

B. The Director shall allocate annually to the counties and cities of the Commonwealth such funds as may be appropriated by the General Assembly for this program. The allocation of state funds shall be based on the estimated total cost of required services in each county and city less the funds which shall be provided by the counties and cities.

C. Each county and city shall provide funds for a share of the estimated total costs as determined by the Director. The share for each county and city shall be calculated by dividing its per capita revenue capacity by the statewide total per capita revenue capacity, as determined by the Commission on Local Government, and by multiplying the resulting ratio by an aggregate local share of twenty-five percent. Each local share shall be adjusted according to local income, as determined by dividing the median adjusted gross income for all state income tax returns in each county and city by the median adjusted gross income for all income tax returns statewide. However, no county or city shall contribute more than twenty-five percent to the total cost for providing required hospitalization and treatment for indigent persons. The Director of Medical Assistance Services shall report each year by December 1 to the Senate Committees on Education and Health and Finance and the House Committees on Health, Welfare and Institutions and Appropriations on the estimates of the costs of the program, based on trend analyses of the estimated costs of the actual local per capita demand.

D. Upon allocation of funds appropriated pursuant to subsection B of this section, each city and county shall remit within thirty days to the Department the amount determined to be the local share pursuant to subsection C of this section.

*E. Notwithstanding the provisions of Title 32.1, Chapter 12 of the Code of Virginia, or paragraph A. of this Item, during fiscal year 2010, the Department of Medical Assistance Services shall not collect from localities or pay to health care providers any amounts that would otherwise be due to or from the State and Local Hospitalization Program.*

ITEM 309.	Item Details(\$)		Appropriations(\$)	
	First Year FY2009	Second Year FY2010	First Year FY2009	Second Year FY2010
Department of Medical Assistance Services (602)				
309.	Medical Assistance Services (Non-Medicaid) (46400) .....		\$13,687,481	\$13,687,481 \$821,702
	Reimbursements to Localities for Residents Covered by the State and Local Hospitalization Program (46401) .....	\$12,865,779	<del>\$12,865,779</del>	\$0

3/31/2009 SOUTHAMPTON COUNTY  
 FUND #-100 \* STATE & LOCAL HOSPITALIZATIO

- B U D G E T -

E X P E N S E

ACCOUNTING PERIOD 2009/02

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	----- Prior Years -----			----- Current Year -----		--2009/2010 Budget Year ----		
	Expenditure 2005/2006	Expenditure 2006/2007	Expenditure 2007/2008	Adopted Budget	Actual On 2009/02	Department Request	County Admin Recommends	Adopted Budget
053220 * STATE & LOCAL HOSPITALIZATIO								
053220-3110 PROFESSIONAL HEALTH SERVICE	5,458	4,136	3,385	3,568	4,238			
--TOTAL DEPARTMENT--	5,458	4,136	3,385	3,568	4,238			
TOTAL - * STATE & LOCAL HOSPITALIZATIO	5,458	4,136	3,385	3,568	4,238			
TOTAL FOR FUND	5,458	4,136	3,385	3,568	4,238			
FINAL TOTAL	5,458	4,136	3,385	3,568	4,238			