

Chart 3

Intergovernmental Transfer Financing Bank Loan to County-owned Provider Example

Claiming Process for Regular Medicaid Payments

Match Rate is 50/50

Claimed Expenditure	\$100
CMS Match	\$50
State paid	\$50
Provider gets	\$100

Add In Supplemental Payment w/IGT

Claimed Expenditure	\$100
CMS Match	\$50
IGT from County Provider (Bank loan to provider)	\$50
Provider gets	\$100
Provider repays bank loan	(\$50)
Provider nets	\$50
State paid	\$0

Effective Match Rate is 100%

Total Claimed Expenditures	\$200
Total CMS payments	\$100
Total State payments	\$50

Effective Match Rate is 75/25

