



STATE OF MARYLAND

DHMH

Maryland Department of Health and Mental Hygiene

201 W. Preston Street • Baltimore, Maryland 21201

Martin O'Malley, Governor – Anthony G. Brown, Lt. Governor – Joshua M. Sharfstein, M.D., Secretary

**Maryland Medical Assistance Program****Hospital Transmittal No. 219****July 6, 2012**

To: Hospitals in the District of Columbia

From:

*Audrey Parham, Stewart, Dir*  
Audrey Parham-Stewart, Director  
Office of Finance

*Susan J. Tucker*  
Susan J. Tucker, Executive Director  
Office of Health Services

Re: Impact of FY 2013 Budget Changes on Fee For Service Claims Paid

**NOTE: Please ensure that appropriate staff members in your organization are informed of the contents of this transmittal.**

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As a result of legislation passed in the 2012 Legislative session, the Department of Health and Mental Hygiene (DHMH) will impose a six percent claims processing charge on all fee-for-service Medicaid claims paid for service dates on or after July 1, 2012. This claims processing fee will include both inpatient and outpatient claims paid and will be billed to each hospital by DHMH quarterly and due 30 days after the end of the quarter.

Claims paid data for each hospital will be generated from the MMIS system and used to calculate the assessment. This data will be forwarded to each hospital by the 15<sup>th</sup> of the month following the end of a quarter. Hospitals will have 10 business days to review the data and contact the Office of Finance with any discrepancies. DHMH will deduct the amount of the assessment from future claims beginning on the first of the second month following the end of the quarter. Deductions will be made on weekly claim payments until the amount is recouped.

If you have any questions, please contact Audrey Parham-Stewart, Office of Finance at (410) 767-1394.

