

TO: Chief Financial Officers

FROM: Katie Wunderlich, Executive Director

RE: Advanced Inflation Funding for FY23

DATE: January 14, 2022

The purpose of the memorandum is to notify the hospital field of funding that will be provided in each hospital's rate structure effective July 1, 2021. At the January 12, 2022 Commission meeting, the Commission voted to provide \$100 million to Maryland hospitals to help stabilize workforce and staffing pressure placed on hospitals due to the ongoing COVID-19 pandemic.

This funding will be provided as follows:

- January 2022 Rate Updates in RY 22
 - \$100 million industry wide will be available to hospitals as a one-time adjustment, effective July 1, 2021
- July 2022 Rate Updates in RY 23
 - One-time adjustment will be reversed at July 1, 2022
 - An additional one-time adjustment, in the amount of \$100 million statewide, will be applied to offset the funding provided on January 1, 2022. This portion of the adjustment will be offset against the December 31 interim target for RY 23 to ensure charges related to this are accounted for in CY 22.

Staff intends to provide this funding as a one-time adjustment so that the inflation amounts in hospitals do not need to be adjusted. This will be effective July 1, 2021 due to the additional adjustments that will also be included in the January rate updates. Hospitals will have 6 months to charge the \$100 million included in this rate order.

The statewide adjustment by hospital is attached to this memorandum.

Any questions can be directed to [Jerry Schmith](#) or [Cait Cooksey](#).

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Katie Wunderlich
Executive Director

Allan Pack
Director
Population-Based Methodologies

Tequila Terry
Director
Payment Reform & Stakeholder Alignment

Gerard J. Schmith
Director
Revenue & Regulation Compliance

William Henderson
Director
Medical Economics & Data Analytics

Advanced Inflation Adjustment - Decision approved at the January 12, 2022 Commission meeting to provide hospitals \$100 M

Total FY22 Revenue as of 12/31/21

PRMC Perm/One-Time incld McCready

Hospital ID	Hospital Name	7/1/2021 Permanent Revenue	\$ 100,000,000
1	Meritus Medical Center	\$ 408,036,802	\$ 2,138,741
2	University of Maryland Medical Center	\$ 1,712,337,516	\$ 8,975,284
3	Prince Georges Hospital Center	\$ 354,980,525	\$ 1,860,644
4	Holy Cross Hospital	\$ 545,824,227	\$ 2,860,959
5	Frederick Health Hospital	\$ 384,974,366	\$ 2,017,858
6	Harford Memorial Hospital	\$ 113,573,882	\$ 595,302
8	Mercy Medical Center	\$ 604,166,862	\$ 3,166,764
9	Johns Hopkins Hospital	\$ 2,711,491,337	\$ 14,212,388
10	University of Maryland Shore Medical Center at Dorchester	\$ 47,892,616	\$ 251,031
11	St. Agnes Hospital	\$ 458,856,821	\$ 2,405,116
12	Sinai Hospital	\$ 894,031,456	\$ 4,686,101
13	Grace Medical Center	\$ 34,120,258	\$ 178,843
15	MedStar Franklin Square Hospital Center	\$ 600,277,866	\$ 3,146,380
16	Adventist White Oak	\$ 318,725,803	\$ 1,670,614
17	Garrett County Memorial Hospital	\$ 69,096,183	\$ 362,170
18	MedStar Montgomery Medical Center	\$ 188,870,865	\$ 989,974
19	Peninsula Regional Medical Center & McCready Health Pavillion	\$ 505,676,537	\$ 2,650,523
22	Suburban Hospital	\$ 370,834,335	\$ 1,943,743
23	Anne Arundel Medical Center	\$ 713,267,123	\$ 3,738,618
24	MedStar Union Memorial Hospital	\$ 446,933,158	\$ 2,342,618
27	Western Maryland Regional Medical Center	\$ 355,745,785	\$ 1,864,655
28	MedStar St. Mary's Hospital	\$ 203,047,904	\$ 1,064,284
29	Johns Hopkins Bayview Medical Center	\$ 744,155,010	\$ 3,900,518
30	University of Maryland Shore Medical Center at Chestertown	\$ 55,428,437	\$ 290,530
32	Union Hospital of Cecil County	\$ 176,783,917	\$ 926,620
33	Carroll Hospital Center	\$ 248,685,944	\$ 1,303,497
34	MedStar Harbor Hospital Center	\$ 200,473,172	\$ 1,050,788
35	University of Maryland Charles Regional Medical Center	\$ 168,403,751	\$ 882,695
37	University of Maryland Shore Medical Center at Easton	\$ 242,278,725	\$ 1,269,913
38	University of Maryland Medical Center Midtown Campus	\$ 234,190,870	\$ 1,227,521
39	Calvert Memorial Hospital	\$ 165,580,432	\$ 867,896
40	Northwest Hospital Center	\$ 284,836,941	\$ 1,492,984
43	University of Maryland Baltimore Washington Medical Center	\$ 480,888,245	\$ 2,520,595
44	Greater Baltimore Medical Center	\$ 478,640,529	\$ 2,508,813
45	McCready Health Pavillion	\$ -	\$ -
48	Howard County General Hospital	\$ 324,900,028	\$ 1,702,976
49	Upper Chesapeake Medical Center	\$ 346,141,760	\$ 1,814,316
51	Doctors Community Hospital	\$ 279,756,749	\$ 1,466,356
55	University of Maryland Laurel Medical Center	\$ 37,889,147	\$ 198,597
2004	MedStar Good Samaritan Hospital	\$ 287,515,252	\$ 1,507,022
5050	Shady Grove Adventist Hospital	\$ 489,802,067	\$ 2,567,317
2001	University of Maryland Rehabilitation & Orthopaedic Institute	\$ 134,317,151	\$ 704,029
60	Fort Washington Medical Center	\$ 60,792,691	\$ 318,647
61	Atlantic General Hospital	\$ 119,287,172	\$ 625,248
62	MedStar Southern Maryland Hospital Center	\$ 295,115,725	\$ 1,546,861
63	University of Maryland St. Joseph Medical Center	\$ 412,180,003	\$ 2,160,458
87	Germantown Emergency Center	\$ 16,531,641	\$ 86,651
88	University of Maryland Queen Anne's Freestanding Emergency Center	\$ 8,339,887	\$ 43,714
333	Bowie Emergency Center	\$ 22,553,148	\$ 118,213
5033	Levindale	\$ 66,052,018	\$ 346,214
8992	University of Maryland - MIEMSS	\$ 244,240,373	\$ 1,280,195
65	Holy Cross Hospital - Germantown	\$ 124,775,033	\$ 654,013
4000	Sheppard Pratt	\$ 178,343,660	\$ 934,795
4003	Brook Lane	\$ 23,984,920	\$ 125,718
5034	Mt Washington Pediatrics	\$ 63,944,933	\$ 335,170
4020	McNew	\$ 18,793,935	\$ 98,509
	Statewide	\$ 19,078,365,493	\$ 100,000,000