

**State of Maryland
Department of Health**



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URGENT

MEMORANDUM

June 25, 2020

TO: Chief Financial Officers

FROM: Katie Wunderlich, Executive Director

RE: Medicaid Budget Deficit Assessment

The Health Services Cost Review Commission approved the continuation of its policy for funding the Medicaid Budget Deficit through a broad-based uniform assessment to hospital rates. The Commission has determined that again for FY 2021, the funding of the budget deficit would be shared between hospitals and payers.

In accordance with The Budget Reconciliation and Financing Act of 2015, over FY 2021, hospitals are required to submit a total of \$309,825,000. Of this amount, \$253,349,116 will be included in hospital rates in the form of a uniform assessment. The remaining \$56,475,884 will be funded by hospitals.

Therefore, beginning July 5, 2020, and for twelve consecutive months through June 5, 2021, hospitals are required to remit by ACH or FedWire to the “Medicaid Budget Deficit Fund” the amount of the monthly assessment as shown on the attached schedule.

The instructions for submission of the assessment by ACH or FedWire, as well as the State of Maryland Account Number, are attached to this memorandum. Also, hospitals are required to submit verification of the submission of each month’s assessment to the Medicaid Budget Deficit Fund, i.e., copies of the transmission from your bank, by the fifteenth of each month.

If you have any questions, you may contact Dennis N. Phelps, Deputy Director, Audit & Compliance, dennis.phelps@maryland.gov or Andrea Strong at andrea.strong@maryland.gov.

METHOD FOR ACH SUBMISSION OF PAYMENTS TO THE MEDICAID BUDGET DEFICIT FUND

In order to be able to remit payments, your hospital must arrange with your bank to set up an Automated Clearing House (ACH) transfer. The State Treasurer's Office requires that the following information be included in the ACH record file as follows:

Medicaid Budget Deficit Fund

Account Name	State of Maryland – Maryland Budget Deficit Fund
Bank Account Number	4106075443
Account Type	Checking
Bank Name	Wells Fargo Bank, N.A
Bank Address	420 Montgomery Street, San Francisco, Cal. 94101
ABA Routing Number	121000248

Calculation of the Payments to the Deficit Assessment Fund

July 1, 2020 through June 30, 2021

(ADD M/U)

Peninsula and McCready Est. Gross Revenue Combined

HOSPI D	Hospital Name	Estimated Gross Revenue FY 2021	Net Patient Revenue Percent FY 2019	Estimated Net Revenue FY 2021	Hospital Portion \$56,475,884	Payer Portion \$238,349,116	Total Payments Due <u>\$294,825,000</u>	Monthly Payments Due
1	Meritus	\$409,283,341	84.23%	\$344,748,320	\$1,213,911	\$5,123,153	\$6,337,064	\$528,089
2	Univ. of Maryland Medical System	\$1,729,037,040	85.87%	\$1,484,646,400	\$5,227,665	\$22,062,678	\$27,290,343	\$2,274,195
3	Prince Georges Hospital	\$360,959,870	83.45%	\$301,235,227	\$1,060,695	\$4,476,524	\$5,537,219	\$461,435
4	Holy Cross Hospital of Silver Spring	\$553,116,554	85.06%	\$470,489,409	\$1,656,664	\$6,991,736	\$8,648,401	\$720,700
5	Frederick Memorial Hospital	\$384,091,267	85.83%	\$329,674,147	\$1,160,833	\$4,899,143	\$6,059,975	\$504,998
6	Harford Memorial Hospital	\$115,022,655	84.37%	\$97,044,369	\$341,708	\$1,442,134	\$1,783,842	\$148,653
8	Mercy Medical Center, Inc.	\$607,240,081	86.28%	\$523,914,159	\$1,844,781	\$7,785,658	\$9,630,439	\$802,537
9	Johns Hopkins Hospital	\$2,719,456,060	84.24%	\$2,290,974,904	\$8,066,869	\$34,045,172	\$42,112,041	\$3,509,337
10	Dorchester General Hospital	\$49,307,680	82.94%	\$40,896,370	\$144,002	\$607,743	\$751,745	\$62,645
11	St. Agnes Hospital	\$456,804,281	82.65%	\$377,539,031	\$1,329,372	\$5,610,442	\$6,939,814	\$578,318
12	Sinai Hospital	\$899,176,457	85.62%	\$769,884,139	\$2,710,879	\$11,440,910	\$14,151,789	\$1,179,316
13	Bon Secours Hospital	\$52,863,655	79.71%	\$42,135,849	\$148,367	\$626,162	\$774,529	\$64,544
15	Franklin Square Hospital	\$603,460,498	86.04%	\$519,209,704	\$1,828,216	\$7,715,747	\$9,543,963	\$795,330
16	Washington Adventist Hospital	\$322,039,215	83.55%	\$269,060,693	\$947,403	\$3,998,393	\$4,945,796	\$412,150
17	Garrett County Memorial Hospital	\$67,432,539	83.47%	\$56,286,210	\$198,192	\$836,445	\$1,034,637	\$86,220
18	Montgomery General Hospital	\$191,726,440	85.33%	\$163,592,990	\$576,036	\$2,431,084	\$3,007,119	\$250,593
19	Peninsula Regional Medical Center	\$514,554,428	85.13%	\$438,035,542	\$1,542,389	\$6,509,454	\$8,051,843	\$670,987
22	Suburban Hospital Association, Inc	\$370,332,753	85.70%	\$317,373,758	\$1,117,521	\$4,716,352	\$5,833,873	\$486,156
23	Anne Arundel General Hospital	\$700,075,358	87.68%	\$613,807,967	\$2,161,311	\$9,121,531	\$11,282,841	\$940,237
24	Union Memorial Hospital	\$454,159,913	86.00%	\$390,598,240	\$1,375,356	\$5,804,509	\$7,179,864	\$598,322
27	Western Maryland	\$355,522,429	82.65%	\$293,830,009	\$1,034,620	\$4,366,479	\$5,401,099	\$450,092
28	St. Marys Hospital	\$205,459,665	85.11%	\$174,866,436	\$615,731	\$2,598,613	\$3,214,344	\$267,862
29	Johns Hopkins Bayview	\$747,422,631	83.66%	\$625,309,621	\$2,201,810	\$9,292,452	\$11,494,261	\$957,855
30	Chester River Hospital Center	\$55,707,359	82.21%	\$45,799,051	\$161,265	\$680,600	\$841,865	\$70,155
32	Union Hospital of Cecil County	\$177,317,949	84.43%	\$149,702,640	\$527,126	\$2,224,665	\$2,751,791	\$229,316
33	Carroll County General Hospital	\$250,900,780	85.08%	\$213,459,682	\$751,624	\$3,172,131	\$3,923,754	\$326,980
34	Harbor Hospital Center	\$200,871,614	82.08%	\$164,869,205	\$580,529	\$2,450,049	\$3,030,578	\$252,548
35	Civista Medical Center	\$166,567,819	84.57%	\$140,868,333	\$496,019	\$2,093,382	\$2,589,401	\$215,783
37	Memorial Hospital at Easton	\$244,552,176	85.01%	\$207,890,802	\$732,015	\$3,089,374	\$3,821,389	\$318,449
38	Maryland General Hospital	\$233,285,947	85.93%	\$200,473,519	\$705,898	\$2,979,149	\$3,685,047	\$307,087
39	Calvert Memorial Hospital	\$163,346,366	84.92%	\$138,706,548	\$488,407	\$2,061,257	\$2,549,664	\$212,472
40	Northwest Hospital Center, Inc.	\$292,163,180	84.24%	\$246,118,530	\$866,621	\$3,657,459	\$4,524,080	\$377,007
43	Baltimore Washington Medical Center	\$484,747,922	86.18%	\$417,747,228	\$1,470,951	\$6,207,958	\$7,678,909	\$639,909
44	Greater Baltimore Medical Center	\$512,532,737	85.94%	\$440,495,123	\$1,551,050	\$6,546,005	\$8,097,055	\$674,755
45	McCready Foundation, Inc.	\$0	72.01%	\$0	\$0	\$0	\$0	\$0
48	Howard County General Hospital	\$326,866,944	84.33%	\$275,638,718	\$970,566	\$4,096,146	\$5,066,712	\$422,226
49	Upper Chesapeake Medical Center	\$342,108,950	85.24%	\$291,627,341	\$1,026,864	\$4,333,746	\$5,360,610	\$446,717
51	Doctors Community Hospital	\$279,506,436	83.22%	\$232,606,447	\$819,043	\$3,456,662	\$4,275,705	\$356,309
55	Laurel Regional Hospital	\$35,317,064	84.88%	\$29,976,233	\$105,551	\$445,464	\$551,014	\$45,918
60	Fort Washington Medical Center	\$55,547,472	85.53%	\$47,507,666	\$167,282	\$705,991	\$873,272	\$72,773
61	Atlantic General Hospital	\$119,674,169	86.42%	\$103,420,029	\$364,158	\$1,536,880	\$1,901,037	\$158,420
62	Southern Maryland Hospital	\$297,644,529	83.20%	\$247,644,823	\$871,995	\$3,680,141	\$4,552,136	\$379,345
63	St. Josephs Hospital	\$417,785,899	86.18%	\$360,062,725	\$1,267,835	\$5,350,734	\$6,618,569	\$551,547
65	Holy Cross Germantown Hospital	\$127,142,000	85.89%	\$109,199,446	\$384,508	\$1,622,765	\$2,007,273	\$167,273
2001	UM Rehab & Orthopedic Institute	\$133,696,813	87.41%	\$116,858,860	\$411,478	\$1,736,588	\$2,148,066	\$179,005
2004	Good Samaritan Hospital	\$286,482,341	82.77%	\$237,132,020	\$834,978	\$3,523,915	\$4,358,893	\$363,241
5050	Shady Grove Adventist Hospital	\$497,062,498	84.92%	\$422,117,113	\$1,486,338	\$6,272,897	\$7,759,235	\$646,603
8992	SHOCK TRAUMA	\$241,086,060	86.24%	\$207,910,806	\$732,085	\$3,089,671	\$3,821,757	\$318,480
5033	Levindale	<u>\$66,672,060</u>	<u>84.07%</u>	<u>\$56,052,742</u>	<u>\$197,370</u>	<u>\$832,975</u>	<u>\$1,030,345</u>	<u>\$85,862</u>
9999	STATE-WIDE	\$18,877,131,893	84.93%	\$16,039,039,125	\$56,475,884	\$238,349,116	\$294,825,000	\$24,568,750