

STATE OF MARYLAND
DEPARTMENT OF HEALTH AND MENTAL HYGIENE

Frederick W. Puddester
Chairman

Kevin J. Sexton
Vice Chairman

Joseph R. Antos, Ph.D.

George H. Bone, M.D.

C. James Lowthers

Herbert S. Wong, Ph.D.



Robert Murray
Executive Director

Stephen Ports
Principal Deputy Director
Policy & Operations

Gerard J. Schmith
Deputy Director
Hospital Rate Setting

HEALTH SERVICES COST REVIEW COMMISSION

4160 PATTERSON AVENUE, BALTIMORE, MARYLAND 21215

Phone: 410-764-2605 · Fax: 410-358-6217

Toll Free: 1-888-287-3229

www.hsrcr.state.md.us

URGENT MEMORANDUM

TO: Chief Financial Officers

FROM: Robert Murray
Executive Director

DATE: March 7, 2011

SUBJECT: Reconciliation of Case Mix and Financial Data

Staff has reviewed the reconciliations of case mix versus financial data for the first quarter of rate year 2011 and determined that a significant number of hospitals have not reconciled these data within the allowable +/- 2% compliance corridor for every revenue center. Accurate data are crucial to the implementation of Commission methodologies. For this reason, staff will allow hospitals a one-time opportunity to resubmit case mix data for the first two quarters of rate year 2011. These resubmissions must be received by May 20, 2011 to avoid fines for delinquent reporting. Any revisions received after May 20, 2011, or revisions that are still inaccurate as of that date, will result in a \$250 per day fine calculated from March 7, 2011 through the date of receipt of accurate data in accordance with COMAR 10.37.01.03.

To facilitate the reconciliation process, staff has developed a new reconciliation format, which is available on the Commission's website at www.hsrcr.state.md.us under For Hospitals, Data Submission Tools, Financial, Data Reconciliation. This format should be used for all four quarters of rate year 2011. If there is interest among hospitals, staff will conduct a training session on the use of the new format and answer any questions.

If you have any questions with this process, please contact Oscar Ibarra at 410-764-2566.