

State of Maryland
Department of Health and Mental Hygiene

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Health Services Cost Review Commission

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URGENT

MEMORANDUM

June 16, 2017

TO: Chief Financial Officers

FROM: Donna Kinzer, 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 2018, 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 2018, hospitals are required to submit a total of \$364,825,000. Of this amount, \$308,349,116 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, 2017, and for twelve consecutive months through June 5, 2018, 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, Associate Director, Audit & Compliance or Andrea Strong at 410-764-2605.

Calculation of the Payments to the Deficit Assessment Fund

July 1, 2017 through June 30, 2018

(ADD M/U)

HOSPI D	Hospital Name	Estimated Gross Revenue FY 2018	Net Patient Revenue Percent FY 2016	Estimated Net Revenue FY 2018	Hospital Portion	Payer Portion	Total Payments Due	Monthly Payments Due
					\$56,475,884	\$308,349,116	\$364,825,000	
1	Meritus	\$334,876,102	81.12%	\$271,655,469	\$1,055,810	\$5,764,550	\$6,820,359	\$568,363
2	Univ. of Maryland Medical System	\$1,438,951,222	87.20%	\$1,254,759,580	\$4,876,720	\$26,626,093	\$31,502,813	\$2,625,234
3	Prince Georges Hospital	\$299,902,921	88.60%	\$265,712,761	\$1,032,713	\$5,638,445	\$6,671,158	\$555,930
4	Holy Cross Hospital of Silver Spring	\$510,747,952	82.73%	\$422,519,753	\$1,642,155	\$8,965,901	\$10,608,057	\$884,005
5	Frederick Memorial Hospital	\$355,915,557	84.62%	\$301,191,532	\$1,170,604	\$6,391,307	\$7,561,911	\$630,159
6	Harford Memorial Hospital	\$106,578,160	85.55%	\$91,182,050	\$354,386	\$1,934,890	\$2,289,276	\$190,773
8	Mercy Medical Center, Inc.	\$538,345,601	86.11%	\$463,559,746	\$1,801,661	\$9,836,773	\$11,638,434	\$969,869
9	Johns Hopkins Hospital	\$2,366,190,615	83.96%	\$1,986,741,313	\$7,721,623	\$42,158,801	\$49,880,424	\$4,156,702
10	Dorchester General Hospital	\$51,324,507	82.31%	\$42,247,025	\$164,196	\$896,485	\$1,060,681	\$88,390
11	St. Agnes Hospital	\$444,698,256	83.26%	\$370,236,140	\$1,438,951	\$7,856,439	\$9,295,390	\$774,616
12	Sinai Hospital	\$788,805,489	84.01%	\$662,664,513	\$2,575,497	\$14,061,791	\$16,637,288	\$1,386,441
13	Bon Secours Hospital	\$122,064,769	84.87%	\$103,592,306	\$402,619	\$2,198,237	\$2,600,856	\$216,738
15	Franklin Square Hospital	\$523,147,899	84.55%	\$442,342,307	\$1,719,197	\$9,386,537	\$11,105,735	\$925,478
16	Washington Adventist Hospital	\$275,389,883	86.30%	\$237,649,853	\$923,644	\$5,042,948	\$5,966,592	\$497,216
17	Garrett County Memorial Hospital	\$57,364,238	84.59%	\$48,526,918	\$188,604	\$1,029,745	\$1,218,348	\$101,529
18	Montgomery General Hospital	\$184,391,069	85.79%	\$158,191,204	\$614,822	\$3,356,829	\$3,971,652	\$330,971
19	Peninsula Regional Medical Center	\$450,628,695	85.31%	\$384,414,995	\$1,494,058	\$8,157,315	\$9,651,374	\$804,281
22	Suburban Hospital Association, Inc	\$318,412,820	86.38%	\$275,059,505	\$1,069,040	\$5,836,784	\$6,905,823	\$575,485
23	Anne Arundel General Hospital	\$621,928,839	86.38%	\$537,242,975	\$2,088,036	\$11,400,337	\$13,488,373	\$1,124,031
24	Union Memorial Hospital	\$442,830,792	84.78%	\$375,421,920	\$1,459,106	\$7,966,482	\$9,425,588	\$785,466
27	Western Maryland	\$334,505,088	82.54%	\$276,113,810	\$1,073,138	\$5,859,156	\$6,932,294	\$577,691
28	St. Marys Hospital	\$186,121,688	81.87%	\$152,374,324	\$592,215	\$3,233,395	\$3,825,609	\$318,801
29	Johns Hopkins Bayview	\$666,010,152	83.16%	\$553,884,669	\$2,152,715	\$11,753,475	\$13,906,190	\$1,158,849
30	Chester River Hospital Center	\$57,238,507	82.80%	\$47,392,556	\$184,195	\$1,005,674	\$1,189,868	\$99,156
32	Union Hospital of Cecil County	\$166,907,564	85.04%	\$141,945,634	\$551,683	\$3,012,097	\$3,563,780	\$296,982
33	Carroll County General Hospital	\$236,562,484	85.80%	\$202,973,609	\$788,873	\$4,307,115	\$5,095,988	\$424,666
34	Harbor Hospital Center	\$201,496,286	85.97%	\$173,218,789	\$673,228	\$3,675,716	\$4,348,944	\$362,412
5	Civista Medical Center	\$154,976,711	85.24%	\$132,109,229	\$513,453	\$2,803,368	\$3,316,821	\$276,402
7	Memorial Hospital at Easton	\$209,808,601	86.30%	\$181,059,678	\$703,702	\$3,842,100	\$4,545,802	\$378,817
38	Maryland General Hospital	\$246,916,488	82.50%	\$203,703,414	\$791,709	\$4,322,602	\$5,114,311	\$426,193
39	Calvert Memorial Hospital	\$151,755,504	86.81%	\$131,732,993	\$511,990	\$2,795,384	\$3,307,374	\$275,615
40	Northwest Hospital Center, Inc.	\$266,087,214	82.95%	\$220,725,162	\$857,865	\$4,683,805	\$5,541,670	\$461,806
43	Baltimore Washington Medical Center	\$425,989,496	86.18%	\$367,111,809	\$1,426,808	\$7,790,140	\$9,216,949	\$768,079
44	Greater Baltimore Medical Center	\$466,093,482	86.01%	\$400,902,992	\$1,558,140	\$8,507,192	\$10,065,332	\$838,778
45	McCready Foundation, Inc.	\$16,286,106	77.62%	\$12,641,157	\$49,131	\$268,246	\$317,377	\$26,448
48	Howard County General Hospital	\$315,577,785	86.54%	\$273,109,021	\$1,061,459	\$5,795,394	\$6,856,853	\$571,404
49	Upper Chesapeake Medical Center	\$351,518,563	86.06%	\$302,501,793	\$1,175,696	\$6,419,111	\$7,594,807	\$632,901
51	Doctors Community Hospital	\$241,014,229	84.06%	\$202,606,259	\$787,445	\$4,299,320	\$5,086,765	\$423,897
55	Laurel Regional Hospital	\$104,081,752	85.23%	\$88,708,240	\$344,771	\$1,882,396	\$2,227,167	\$185,597
60	Fort Washington Medical Center	\$50,414,055	85.32%	\$43,013,090	\$167,174	\$912,741	\$1,079,915	\$89,993
61	Atlantic General Hospital	\$110,209,823	85.42%	\$94,137,246	\$365,872	\$1,997,599	\$2,363,471	\$196,956
62	Southern Maryland Hospital	\$285,564,731	81.34%	\$232,285,512	\$902,795	\$4,929,116	\$5,831,912	\$485,993
63	St. Josephs Hospital	\$417,895,708	86.04%	\$359,548,440	\$1,397,413	\$7,629,645	\$9,027,058	\$752,255
65	Holy Cross Germantown Hospital	\$112,196,258	80.67%	\$90,503,439	\$351,749	\$1,920,490	\$2,272,238	\$189,353
2001	James Lawrence Kernan Hospital	\$125,024,497	84.82%	\$106,050,958	\$412,175	\$2,250,409	\$2,662,585	\$221,882
2004	Good Samaritan Hospital	\$303,040,058	85.33%	\$258,596,573	\$1,005,055	\$5,487,439	\$6,492,494	\$541,041
5050	Shady Grove Adventist Hospital	\$407,839,291	86.30%	\$351,981,836	\$1,368,004	\$7,469,081	\$8,837,086	\$736,424
8992	SHOCK TRAUMA	\$215,987,810	85.91%	\$185,554,259	\$721,171	\$3,937,475	\$4,658,646	\$388,221
5033	Levindale	\$61,675,299	80.44%	\$49,610,839	\$192,816	\$1,052,746	\$1,245,562	\$103,797
9999	STATE-WIDE	\$17,121,290,614	84.87%	\$14,531,009,194	\$ 56,475,884	\$ 308,349,116	\$ 364,825,000	\$ 30,402,083
					0.39%	2.12%	2.51%	