

URGENT
MEMORANDUM

June 30, 2023

TO: Chief Financial Officers

FROM: Katie Wunderlich, Executive Director

RE: Medicaid Budget Deficit Assessment

In continuation with its policy for funding the Medicaid Budget Deficit through a broad-based uniform assessment to hospital rates, The HSCRC, on December 14, 2022, discussed the sharing of funding for the Medicaid Budget Deficit Assessment (Assessment) between hospitals and payers for FY 2024 and voted to send a formal request to the State to reduce the Assessment by \$50 million.

For FY 2024, hospitals are required to submit a total of \$244,825,000. Of this amount, \$238,349,116 will be included in hospital rates in the form of a uniform assessment. The remaining \$6,475,884 will be funded by hospitals. As a result of the December 2022 vote and the subsequent approval by the legislature of the HSCRC's request during the 2023 session, hospitals have a one-time reduction of \$50 million dollars to the Hospital Portion of the Medicaid Budget Deficit assessment. This reduction is reflected in the \$6,475,884 reflected on the attached assessment schedule.

Therefore, beginning July 5, 2023, and for twelve consecutive months through June 5, 2024, 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 questions contact Cait Cooksey at cait.cooksey@maryland.gov or Andrea Strong at andrea.strong@maryland.gov.

Adam Kane, Esq
Chairman

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Vice-Chairman

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Director
Revenue & Regulation Compliance

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Healthcare Data Management & Integrity

**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 |

**METHOD FOR FEDWIRE SUBMISSION OF PAYMENTS TO THE MEDICAID
BUDGET DEFICIT FUND**

Detail Wire Information - Beneficiary Bank Information for all FedWire submissions is:

Maryland 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 |
| Swift Code | WFBIU65 |
| Chips Code | 0407 |

Calculation of the Payments to the Deficit Assessment Fund

July 1, 2023 through June 30, 2024
Payments July 2023 through June 2024

Peninsula and McCreedy Est. Gross Revenue Combined

(ADD M/U)

| D | Hospital Name | Estimated Gross Revenue FY 2024 | Net Patient Revenue Percent FY 2022 | Estimated Net Revenue FY 2024 | Hospital Portion \$6,475,884 | Payer Portion \$238,349,116 | Total Payments Due \$244,825,000 | Monthly Payments Due |
|--------|--|------------------------------------|--|----------------------------------|---------------------------------|--------------------------------|-------------------------------------|----------------------|
| 210001 | Meritus Hospital | \$453,839,539 | 85.47% | \$387,889,945 | \$140,145 | \$5,158,122 | \$5,298,267 | \$441,522 |
| 210002 | Univ. of Maryland Medical System | \$1,931,003,316 | 85.89% | \$1,658,500,860 | \$599,217 | \$22,054,579 | \$22,653,796 | \$1,887,816 |
| 210003 | UM Capital Region Medical Center | \$404,217,684 | 78.95% | \$319,113,007 | \$115,296 | \$4,243,533 | \$4,358,829 | \$363,236 |
| 210004 | Holy Cross Hospital of Silver Spring | \$604,758,344 | 85.75% | \$518,585,136 | \$187,365 | \$6,896,093 | \$7,083,459 | \$590,288 |
| 210005 | Frederick Memorial Hospital | \$428,788,306 | 85.20% | \$365,343,900 | \$131,999 | \$4,858,307 | \$4,990,306 | \$415,859 |
| 210006 | UM Harford Memorial Hospital | \$122,696,931 | 82.99% | \$101,827,805 | \$36,790 | \$1,354,096 | \$1,390,886 | \$115,907 |
| 210008 | Mercy Medical Center, Inc. | \$681,196,399 | 86.47% | \$589,009,830 | \$212,810 | \$7,832,594 | \$8,045,404 | \$670,450 |
| 210009 | Johns Hopkins Hospital | \$3,039,329,826 | 84.28% | \$2,561,498,795 | \$925,471 | \$34,062,556 | \$34,988,027 | \$2,915,669 |
| 210010 | UM Cambridge | \$19,025,161 | 78.18% | \$14,873,262 | \$5,374 | \$197,783 | \$203,157 | \$16,930 |
| 210011 | St. Agnes Hospital | \$510,397,474 | 84.36% | \$430,579,282 | \$155,569 | \$5,725,800 | \$5,881,369 | \$490,114 |
| 210012 | LifeBridge Sinai Hospital | \$981,611,000 | 85.60% | \$840,211,175 | \$303,569 | \$11,173,045 | \$11,476,613 | \$956,384 |
| 210013 | LifeBridge Grace Medical Center | \$35,224,011 | 79.36% | \$27,953,653 | \$10,100 | \$371,725 | \$381,825 | \$31,819 |
| 210015 | MedStar Franklin Square Hospital | \$679,316,664 | 86.24% | \$585,840,252 | \$211,664 | \$7,790,445 | \$8,002,110 | \$666,842 |
| 210016 | Washington Adventist Hospital | \$368,535,317 | 82.16% | \$302,780,546 | \$109,395 | \$4,026,346 | \$4,135,740 | \$344,645 |
| 210017 | WVU Garrett Regional Medical Center | \$85,443,320 | 84.49% | \$72,191,615 | \$26,083 | \$959,997 | \$986,080 | \$82,173 |
| 210018 | MedStar Montgomery General Hospital | \$218,467,221 | 85.81% | \$187,458,064 | \$67,729 | \$2,492,799 | \$2,560,527 | \$213,377 |
| 210019 | Tidal Peninsula Regional Medical Center | \$571,454,609 | 85.14% | \$486,537,853 | \$175,786 | \$6,469,932 | \$6,645,718 | \$553,810 |
| 210022 | JH Suburban Hospital Association, Inc | \$424,014,316 | 85.87% | \$364,088,138 | \$131,545 | \$4,841,608 | \$4,973,153 | \$414,429 |
| 210023 | Luminus Anne Arundel Medical Center | \$776,176,756 | 87.04% | \$675,608,553 | \$244,098 | \$8,984,175 | \$9,228,273 | \$769,023 |
| 210024 | MedStar Union Memorial Hospital | \$508,962,147 | 88.73% | \$451,617,740 | \$163,170 | \$6,005,568 | \$6,168,737 | \$514,061 |
| 210027 | UPMI Western Maryland | \$392,040,266 | 83.64% | \$327,911,063 | \$118,474 | \$4,360,529 | \$4,479,003 | \$373,250 |
| 210028 | MedStar St. Marys Hospital | \$230,681,222 | 87.57% | \$202,009,269 | \$72,986 | \$2,686,299 | \$2,759,285 | \$229,940 |
| 210029 | Johns Hopkins Bayview | \$827,348,296 | 83.56% | \$691,300,079 | \$249,767 | \$9,192,840 | \$9,442,607 | \$786,884 |
| 210030 | UM Chestertown | \$64,519,660 | 87.50% | \$56,456,262 | \$20,398 | \$750,750 | \$771,147 | \$64,262 |
| 210032 | ChristianaCare Union Hospital | \$222,308,221 | 84.84% | \$188,605,212 | \$68,143 | \$2,508,053 | \$2,576,196 | \$214,683 |
| 210033 | LifeBridge Carroll County General Hospital | \$289,987,118 | 86.26% | \$250,129,715 | \$90,372 | \$3,326,200 | \$3,416,572 | \$284,714 |
| 210034 | MedStar Harbor Hospital | \$223,268,355 | 84.95% | \$189,660,985 | \$68,525 | \$2,522,093 | \$2,590,617 | \$215,885 |
| 210035 | UM Charles Regional | \$188,997,860 | 84.63% | \$159,956,835 | \$57,792 | \$2,127,090 | \$2,184,883 | \$182,074 |
| 210037 | UM Memorial Hospital at Easton | \$290,293,363 | 86.78% | \$251,927,954 | \$91,022 | \$3,350,113 | \$3,441,135 | \$286,761 |
| 210038 | UM Midtown Campus | \$278,701,067 | 82.17% | \$228,999,677 | \$82,738 | \$3,045,215 | \$3,127,953 | \$260,663 |
| 210039 | Calvert Memorial Hospital | \$185,267,007 | 85.60% | \$158,587,725 | \$57,298 | \$2,108,884 | \$2,166,182 | \$180,515 |
| 210040 | LifeBridge Northwest Hospital Center, Inc. | \$318,082,329 | 86.29% | \$274,459,873 | \$99,162 | \$3,649,740 | \$3,748,903 | \$312,409 |
| 210043 | UM Baltimore Washington Medical Center | \$531,406,842 | 86.22% | \$458,195,569 | \$165,546 | \$6,093,039 | \$6,258,585 | \$521,549 |
| 210044 | Greater Baltimore Medical Center | \$514,599,781 | 86.50% | \$445,110,439 | \$160,819 | \$5,919,034 | \$6,079,853 | \$506,654 |
| 210045 | Tidal McCreedy Foundation, Inc. | \$0 | | \$0 | \$0 | \$0 | \$0 | \$0 |
| 210048 | JH Howard County General Hospital | \$367,976,574 | 86.91% | \$319,802,524 | \$115,545 | \$4,252,702 | \$4,368,247 | \$364,021 |
| 210049 | UM Upper Chesapeake Medical Center | \$381,553,293 | 86.54% | \$330,202,905 | \$119,302 | \$4,391,005 | \$4,510,308 | \$375,859 |
| 210051 | Luminus Doctors Community Hospital | \$309,404,713 | 83.69% | \$258,954,190 | \$93,560 | \$3,443,547 | \$3,537,107 | \$294,759 |
| 210055 | UM Laurel Regional Hospital | \$49,488,494 | 67.62% | \$33,463,927 | \$12,091 | \$445,000 | \$457,090 | \$38,091 |
| 210056 | MedStar Good Samaritan Hospital | \$318,574,382 | 85.59% | \$272,654,366 | \$98,510 | \$3,625,731 | \$3,724,241 | \$310,353 |
| 210057 | Shady Grove Adventist Hospital | \$538,232,562 | 85.17% | \$458,405,327 | \$165,622 | \$6,095,828 | \$6,261,450 | \$521,788 |
| 210058 | UM Rehab & Orthopedic Institute | \$147,003,947 | 86.39% | \$126,993,321 | \$45,883 | \$1,688,745 | \$1,734,627 | \$144,552 |
| 210060 | Fort Washington Adventist Medical Center | \$69,918,432 | 76.44% | \$53,449,051 | \$19,311 | \$710,760 | \$730,071 | \$60,839 |
| 210061 | Atlantic General Hospital | \$133,702,119 | 85.97% | \$114,937,073 | \$41,527 | \$1,528,422 | \$1,569,949 | \$130,829 |
| 210062 | MedStar Southern Maryland Hospital | \$332,596,709 | 85.19% | \$283,325,011 | \$102,365 | \$3,767,628 | \$3,869,993 | \$322,499 |
| 210063 | UM St. Josephs Medical Center | \$479,379,053 | 86.15% | \$412,995,981 | \$149,216 | \$5,491,979 | \$5,641,195 | \$470,100 |
| 210064 | Levindale | \$77,865,468 | 84.73% | \$65,977,030 | \$23,838 | \$877,356 | \$901,194 | \$75,099 |
| 210065 | Holy Cross Germantown Hospital | \$276,194,086 | 87.63% | \$242,033,102 | \$87,447 | \$3,218,532 | \$3,305,979 | \$275,498 |
| 218992 | UM Shock Trauma Center | \$148,552,551 | 84.69% | <u>\$125,801,843</u> | <u>\$45,452</u> | <u>\$1,672,900</u> | <u>\$1,718,353</u> | <u>\$143,196</u> |
| 9999 | STATE-WIDE | \$21,032,402,111 | 85.22% | \$ 17,923,815,717 | \$ 6,475,884 | \$ 238,349,116 | \$ 244,825,000 | \$ 20,402,083 |
| | | | | | 0.04% | 1.33% | 1.37% | |

per FY23 staff recommendation, approved (50,000,000)