



## P R O V I D E R   B U L L E T I N

B T 2 0 0 9 2 2

J U L Y 7 , 2 0 0 9

**To:            Federally Qualified Health Centers and Rural Health Clinics**

**Subject:     Healthy Indiana Plan Reimbursement to Federally Qualified Health Centers and Rural Health Clinics**

---

## Overview

Healthy Indiana Plan (HIP) insurers that contract with the State are not required to pay the Medicare all-inclusive rate of reimbursement to Federally Qualified Health Center (FQHC) and rural health clinic (RHC) providers, and may pay the Medicare rates of reimbursement that would be paid to non-FQHC/RHC providers.

## HIP Insurers Not Required to Pay Medicare All-Inclusive Rate

The Office of Medicaid Policy and Planning (OMPP) has reviewed HIP reimbursement to FQHC and RHC providers. As set forth in *IC 12-15-44.2-14*, HIP insurer reimbursement shall not be less than the Medicare reimbursement rate for the service provided; or if there is no Medicare rate of reimbursement, 130 percent of the Medicaid rate.

Please note the following change: HIP insurers that contract with the State are not required to pay the Medicare all-inclusive rate of reimbursement to FQHC and RHC providers, and may pay the Medicare rates of reimbursement from the Medicare fee schedule that would be paid to non-FQHC/RHC providers. The OMPP has determined that any claims that have already been paid, whether at the Medicare fee schedule rate or at the Medicare all-inclusive rate, will not be adjusted by the HIP insurers to pay a different amount.

The OMPP will continue to provide wrap-around payments up to the Medicaid FQHC and RHC Prospective Payment System (PPS) rates as necessary, with year-end settlements based on claims data. As a reminder, wrap-around payments and year-end settlement payments are determined on the basis of claims paid during the period. For claims paid in calendar year 2008, any difference between HIP insurer payment and payment under Medicaid PPS will be accounted for in the 2008 HIP year-end settlement calculations. Providers may download copies of the HIP wrap-around payment form and instructions from the Myers and Stauffer Web site at <http://in.mslc.com>.

## Contact Information

If you have questions, contact Myers and Stauffer at (317) 846-9521.