



State of New Mexico
Medical Assistance Program Manual
Supplement



SPECIAL COVID-19 SUPPLEMENT #10

DATE: AUGUST 27, 2020

TO: IN-STATE AND BORDER HOSPITALS

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THROUGH: DEVI GAJAPATHI, BUREAU CHIEF, BENEFITS AND REIMBURSEMENT BUREAU

**SUBJECT: 2020 NON-DRG REIMBURSED HOSPITAL INPATIENT PAYMENT RATES
EFFECTIVE APRIL 1, 2020**

In response to the National Public Health Emergency associated with the 2019 Novel Coronavirus (COVID-19) outbreak to assure that inpatient hospital services provided by rehabilitation hospitals, Prospective Payment System exempt (PPS-exempt) rehabilitation hospitals, psychiatric hospitals and PPS-exempt psychiatric hospitals have the resources needed to address the outbreak and Medicaid recipients receive continuation of essential services with minimal disruption or delay. The hospital increase described in this Supplement is in recognition of reduced hospital utilization during the public health emergency. The increase in hospital reimbursement is effective for dates of service April 1, 2020 through June 30, 2020. The Medical Assistance Division (MAD) will coordinate, with the fiscal agent, an adjustment of Fee-for-Service (FFS) paid claims for these dates of service to reflect the increase in reimbursement.

Inpatient rehabilitation and psychiatric hospital services are reimbursed at a percent of total charges. The inpatient institutional rate percent specific to each hospital will be adjusted by an increase of 12.4%. HSD/MAD has provided guidance to the MCOs /directed the MCOs to adjust the claims that were paid for these dates of service to reflect the 12.4% increase for these provider types.

Thank you for your service to New Mexicans during this emergency pandemic. This COVID-19 Supplement will sunset when the Human Services Department determines that the national public health emergency associated with the 2019 Novel Coronavirus (COVID-19) outbreak has been contained. Please contact the Medical Assistance Division at (505) 827-6252 or MADInfo.HSD@state.nm.us if you have any questions regarding this guidance.