

August 2013

<Provider Name>
<Provider Address1>
<Provider Address2>
<Provider City> <state> <zipcode5-zip4>

Dear Provider:

The purpose of this letter is to provide additional information to practitioners who participate in the Michigan Department of Community Health (MDCH) Physician Adjustor Program. Pursuant to recent federal guidance, under section 1202 of the Affordable Care Act (ACA), providers enrolled in the Physician Adjustor Program are not eligible to participate in the ACA primary care provider rate increase.

Physician Adjustor Program enrolled providers may have received claim payments at the ACA primary care enhanced rate for service dates post January 1, 2013. Therefore, for providers participating in the Physician Adjustor Program for dates of service beginning January 1, 2013, MDCH must comply with federal guidelines and disallow the ACA primary care enhanced rate. To follow this ruling, MDCH is scheduled to process ACA primary care enhanced rate claim adjustments in September for any provider who is identified as participating in the Physician Adjustor Program. In lieu of primary care enhanced rates, Physician Adjustor enrolled providers may receive enhanced rates up to commercial rates under the Physician Adjustor Program for claims submitted under a Physician Adjustor enrolled Federal Employer Tax Identification Number (FEIN). Customary adjudication procedures for the Physician Adjustor Program commercial rate claim adjustments will be followed.

All Physician Adjustor Program enrolled providers have formally authorized third party administrators/Public Entities to conduct the management functions on behalf of the providers or provider groups. Providers experiencing rate adjustments are advised to contact their affiliated third party administrator/Public Entity for more information about this policy as well as information pertaining to individual provider and/or group commercial rate adjustments received under the Physician Adjustor Program. MDCH has provided detailed data extracts and policy explanations to the third party administrators/Public Entities.

Thank you for your continuing participation in the Michigan Medicaid Program and your commitment to providing quality care to Michigan's most vulnerable citizens. If you have any questions, please contact Provider Inquiry at 1-800-292-2550 or e-mail at providersupport@michigan.gov.

Sincerely,



Stephen Fitton, Director
Medical Services Administration