

State of New Mexico Medical Assistance Program Manual

Supplement



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TO: ALL PROVIDERS PARTICIPATING IN THE NEW MEXICO MEDICAID PROGRAM

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- THROUGH: JOLENE A. MONDRAGON, DEPUTY BUREAU CHIEF, FINANCIAL MANAGEMENT BUREAU, MEDICAL ASSISTANCE DIVISION
- SUBJECT: ANNUAL INDIGENT CARE REPORTING REQUIREMENTS

The New Mexico Human Services Department, Medical Assistance Division (HSD/MAD) is issuing this Supplement in order to provide information on a change to the timing of the annual indigent care reporting to better capture the most up-to-date information from hospitals.

In accordance with Senate Bill 71, Chapter 57 NMSA 1978, hospitals shall annually report to the Department how the following funds are used:

- 1. Indigent care funds and safety net care pool funds pursuant to the Indigent Hospital and County Health Care Act.
- 2. Funds raised to pay the cost of operating and maintaining county hospitals, pay contracting hospitals in accordance with health care facilities contracts, or pay a county's transfer to the county-supported Medicaid fund pursuant to the Hospital Funding Act.

The hospital's report to the Department shall include:

- 1. The number of indigent patients whose health care costs were paid directly from the funds and the total amount of funds expended for these health care costs.
- 2. Report the amount of bad debt expense attributable to patients that are eligible for the facility's financial assistance program.
- 3. What percentage of total bad debt expense is represented by the amount reported above?

HSD/MAD will commence the use of the SB71 reporting template that will be posted along with this Supplement on the HSD website: <u>Supplements to MAD NMAC Program Rules – 2021</u> | <u>New Mexico Human</u> <u>Services Department (state.nm.us)</u>. Hospitals are required to submit the SB71 reporting template to Myers & Stauffer by emailing it to the following: <u>SB71reporting@mslc.com</u>. The next reporting time period will be for SFY2023 and submissions will be due on November 30, 2024, and then every subsequent year on November 30th. An annual report will be provided by HSD to the legislature by December 30th.

In accordance with Senate Bill 71, Chapter 57 NMSA 1978, the hospital's report shall be available to the public via a link from the homepage of the hospital's website.

For questions regarding this guidance, please contact the Medical Assistance Division at (505) 827-6252 or MADInfo.HSD@state.nm.us.