

Bobby Jindal
GOVERNOR



Bruce D. Greenstein
SECRETARY

State of Louisiana
Department of Health and Hospitals
Bureau of Health Services Financing

October 20, 2010

Norm Nichols
Executive Account Manager
Molina Medicaid Solutions
P.O. Box 3396
Baton Rouge, Louisiana 70821

FIMS #: 1870/jcs

Dear Mr. Nichols:

Please include the following message in the next Remittance Advice sent to all providers and run the message for three consecutive weeks. It should also be included in the next issue of the *Louisiana Medicaid Provider Update*. If you have questions, please contact Jenny Stevens at 342-5909.

**ATTENTION FREE STANDING END STAGE RENAL DISEASE (ESRD) FACILITIES
IMPLEMENTATION OF AUGUST 1, 2010 RATE REDUCTIONS**

Effective with dates of service on or after August 1, 2010, the reimbursement rates for Free Standing ESRD Facilities are reduced by 4.6%. Complex system changes initially resulted in delayed implementation of these reductions, but they have now been implemented. Providers will begin seeing these reductions on the RA of October 26, 2010. Refer to the Office of the State Register's website at <http://doa.louisiana.gov/osr/> for published rules detailing these reductions. Claims that were adjudicated prior to October 20, 2010 are currently being assessed to determine an approach to systematic adjustment. No action is required by providers. Continue to monitor future RAs for details regarding when the recycle of these claims will take place. Contact the Provider Relations unit at (800) 473-2783 or (225) 924-5040 with questions related to the implementation of the rate reductions.

Thank you for your assistance in this matter.

Sincerely,


Kyle Viator
Medicaid Deputy Director

KV/js

cc: Program Operations FIMS File
MMIS Section Chief-FIMS copy
Karen Barnes, Policy Section

RECEIVED
OCT 25 2010
MMIS/FIMS