CABINET FOR HEALTH AND FAMILY SERVICES
DEPARTMENT FOR MEDICAID SERVICES

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December 1, 2012

TO: All Providers – Provider Letter #A-88
Changes effective November 23, 2012

RE: Changes to the Medicaid (NON-Managed Care Organization) Claims Payment Cycle

Dear Kentucky Medicaid Provider,

This letter is to advise providers of changes to the Medicaid (NON-Managed Care Organization) claims payment cycle.

Due to the expiration of ARRA enhanced funding, the Department for Medicaid Services (DMS) is returning to the pre-ARRA cash management cycles. DMS has worked with our claims processing vendor to make this transition as seamless as possible. We have developed a transition plan that moves payments out over time in a gradual manner.

Effective November 23, 2012, claims will be required to age approximately one (1) day per week on the following schedule. As you can see, the number of days will gradually increase over time until the 19-day cash management objective is achieved.

DAYS	Period ended	DAYS	Period ended
1	November 23, 2012	11	March 1, 2013
2	November 30, 2012	12	March 8, 2013
3	December 7, 2012	13	March 15, 2013
4	December 14, 2012	14	March 22, 2013
5	January 4, 2013	15	March 29, 2013
6	January 11, 2013	16	April 5, 2013
7	January 25, 2013	17	April 12, 2013
8	February 1, 2013	18	April 19, 2013
9	February 8, 2013	19	April 26, 2013
10	February 22, 2013		

If you have any questions regarding this letter, please contact your HP/EDS provider representative at (800) 807-1232. The Department for Medicaid Services appreciates your continued understanding as we make every effort to maximize the funding available to serve the members of the Medicaid program.

Sincerely,

Lawrence Kissner
Commissioner