Visit **coronavirus.gov** for the latest Coronavirus Disease (COVID-19) updates. Read the **30 Days to Slow the Spread Guidance - PDF** (**versión en Español - PDF**).

HHS.gov

U.S. Department of Health & Human Services

CARES Act Provider Relief Fund

UPDATE: The <u>CARES Act Provider Relief Fund Payment Attestation Portal</u> is now open. Providers who have been allocated a payment must sign an attestation confirming receipt of the funds and agree to the terms and conditions within 30 days of payment.

President Trump is providing support to healthcare providers fighting the COVID-19 pandemic. On March 27, 2020, the President signed the bipartisan CARES Act that provides \$100 billion in relief funds to hospitals and other healthcare providers on the front lines of the coronavirus response. This funding will be used to support healthcare-related expenses or lost revenue attributable to COVID-19 and to ensure uninsured Americans can get testing and treatment for COVID-19.

In allocating the funds, the Administration is working to address both the economic harm across the entire healthcare system due to the stoppage of elective procedures, and addressing the economic impact on providers incurring additional expenses caring for COVID-19 patients, and to do so as quickly and transparently as possible.

\$50 billion general allocation

\$50 billion of the Provider Relief Fund is allocated for general distribution to Medicare facilities and providers impacted by COVID-19, based on eligible providers' 2018 net patient revenue. The initial \$30 billion was distributed between April 10 and April 17, and the remaining \$20 billion is being distributed beginning Friday, April 24.

- To expedite providers getting money as quickly as possible, \$30 billion was distributed immediately, proportionate to providers' share of Medicare fee-for-service reimbursements in 2019. On Friday, April 10, \$26 billion was delivered to bank accounts. The remaining \$4 billion of the expedited \$30 billion distribution was sent on April 17.
- This simple formula used the data on-hand to get the money out the door as quickly as possible. The
 Administration was transparent and upfront additional funds would be going out quickly to help
 providers with a relatively small share of their revenue coming from Medicare fee-for-service, such as
 children's hospitals.
- HHS will begin distribution of the remaining \$20 billion of the general distribution to these providers
 on April 24 to augment their allocation so that the whole \$50 billion general distribution is allocated
 proportional to providers' share of 2018 net patient revenue.

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- On April 24, a portion of providers will automatically be sent an advance payment based off the
 revenue data they submit in CMS cost reports. Providers without adequate cost report data on file
 will need to submit their revenue information to a portal opening this week linked on this page for
 additional general distribution funds.
 - Providers who receive their money automatically will still need to submit their revenue information so that it can be verified.
- Payments will go out weekly, on a rolling basis, as information is validated, with the first wave being delivered at the end of this week (April 24, 2020).
- Providers who receive funds from the general distribution have to sign an attestation confirming
 receipt of funds and agree to the terms and conditions of payment and confirm the CMS cost report.
 Click here to sign the attestation and accept the Terms and Conditions
- The <u>Terms and Conditions PDF</u> also include other measures to help prevent fraud and misuse of the funds. All recipients will be required to submit documents sufficient to ensure that these funds were used for healthcare-related expenses or lost revenue attributable to coronavirus. There will be significant anti-fraud and auditing work done by HHS, including the work of the Office of the Inspector General.
- President Trump is committed to ending surprise bills for patients. As part of this commitment, as a
 condition to receiving these funds, providers must agree not to seek collection of out-of-pocket
 payments from a presumptive or actual COVID-19 patient that are greater than what the patient
 would have otherwise been required to pay if the care had been provided by an in-network provider.

Targeted allocations

Allocation for covid-19 high impact areas

- \$10 billion will be allocated for a targeted distribution to hospitals in areas that have been
 particularly impacted by the COVID-19 outbreak. As an example, hospitals serving COVID-19
 patients in New York, which has a high percentage of total confirmed COVID-19 cases, are
 expected to receive a large share of the funds.
 - Hospitals should apply for a portion of the funds by providing four simple pieces of information via an authentication portal before midnight PT, Thursday April 23. This portal is live, and hospitals have already been contacted directly to provide this information.
 - Hospitals will need to provide:
 - Tax Identification Number
 - National Provider Identifier

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- Total number of Intensive Care Unit beds as of April 10, 2020
- Total number of admissions with a positive diagnosis for COVID-19 from January 1, 2020 to April 10, 2020
- The authentication and data-sharing process should take less than five minutes via a system that should be familiar to most hospitals.
- This information is necessary for the government to determine what facilities will qualify for a targeted distribution. Supplying this information does not guarantee receipt of funds from this distribution.
- The Administration will use the data it receives to distribute the targeted funds to where the impact from COVID-19 is greatest. The distribution will take into consideration the challenges faced by facilities serving a significantly disproportionate number of low-income patients, as reflected by their Medicare Disproportionate Share Hospital (DSH) Adjustment.

Allocation for treatment of the uninsured

- The Trump Administration is committed to ensuring that Americans are protected against financial obstacles that might prevent them from getting the treatment they need for COVID-19.
- As announced in early April, a portion of the \$100 billion Provider Relief Fund will be used to reimburse healthcare providers, at Medicare rates, for COVID-related treatment of the uninsured.
- Every health care provider who has provided treatment for uninsured COVID-19 patients on or after February 4, 2020, can request claims reimbursement through the program and will be reimbursed at Medicare rates, subject to available funding.
- Steps will involve: enrolling as a provider participant, checking patient eligibility and benefits, submitting patient information, submitting claims, and receiving payment via direct deposit.
- Providers can register for the program on April 27, 2020, and begin submitting claims in early May 2020. For more information, visit coviduninsuredclaim.hrsa.gov.
- As a condition, providers are obligated to abstain from "balance billing" any patient for COVID-19related treatment.

Allocation for rural providers

- \$10 billion will be allocated for rural health clinics and hospitals, most of which operate on especially thin margins and are far less likely to be profitable than their urban counterparts.
 - This money will be distributed as early as next week on the basis of operating expenses, using a methodology that distributes payments proportionately to each facility and clinic.

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- This method recognizes the precarious financial position of many rural hospitals, a significant number of which are unprofitable.
- Rural hospitals are more financially exposed to significant declines in revenue or increases in expenses related to COVID-19 than their urban counterparts.

Allocation for Indian Health Service

- Recognizing the strain experiences by the Indian Health Service, \$400 million will be allocated for Indian Health Service facilities, distributed on the basis of operating expenses. Indian Country is also being impacted by COVID-19.
 - This money will be distributed as early as next week on the basis of operating expenses for facilities.
 - This complements other funding provided to IHS and work we've done to expand IHS capacity for telehealth.

Additional allocations

 There are some providers who will receive further, separate funding, including skilled nursing facilities, dentists, and providers that solely take Medicaid.

Helping ensure all Americans have access to care

- The Families First Coronavirus Response Act, as amended by the CARES Act, requires private
 insurers to waive an insurance plan member's cost-sharing payments for COVID-19 testing. The
 President also secured funding to cover COVID-19 testing for uninsured Americans.
- President Trump has also secured commitments from private insurers, including Humana, Cigna, UnitedHealth Group, and the Blue Cross Blue Shield system, to waive cost-sharing payments for treatment related to COVID-19 for plan members.
- Additionally, President Trump is committed to ending surprise bills for patients. As part of this
 commitment, as a condition to receiving general funds, providers must agree not to seek collection
 of out-of-pocket payments from a presumptive or actual COVID-19 patient that are greater than
 what the patient would have otherwise been required to pay if the care had been provided by an
 in-network provider.

Additional information on the initial \$30 billion distribution

Recognizing the importance of delivering funds in a fast and transparent manner, \$30 billion is being distributed immediately – with payments arriving via direct deposit beginning April 10, 2020 – to eligible providers throughout the American healthcare system. **These are payments, not loans, to healthcare providers, and will not need to be repaid.**

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Who is eligible for initial \$30 billion

- All facilities and providers that received Medicare fee-for-service (FFS) reimbursements in 2019 are eligible for this initial rapid distribution.
- Payments to practices that are part of larger medical groups will be sent to the group's central billing office.
 - All relief payments are made to the billing organization according to its Taxpayer Identification Number (TIN).
- As a condition to receiving these funds, providers must agree not to seek collection of out-ofpocket payments from a COVID-19 patient that are greater than what the patient would have
 otherwise been required to pay if the care had been provided by an in-network provider.
- This quick dispersal of funds will provide relief to both providers in areas heavily impacted by the COVID-19 pandemic and those providers who are struggling to keep their doors open due to healthy patients delaying care and cancelled elective services.
- If you ceased operation as a result of the COVID-19 pandemic, you are still eligible to receive
 funds so long as you provided diagnoses, testing, or care for individuals with possible or actual
 cases of COVID-19. Care does not have to be specific to treating COVID-19. HHS broadly views
 every patient as a possible case of COVID-19.

How are payment distributions determined

- Providers will be distributed a portion of the initial \$30 billion based on their share of total Medicare FFS reimbursements in 2019. Total FFS payments were approximately \$484 billion in 2019.
- A provider can estimate their payment by dividing their 2019 Medicare FFS (not including Medicare Advantage) payments they received by \$484,000,000,000, and multiply that ratio by \$30,000,000,000. Providers can obtain their 2019 Medicare FFS billings from their organization's revenue management system.
- As an example: A community hospital billed Medicare FFS \$121 million in 2019. To determine how much they would receive, use this equation:
 - $-$121,000,000/$484,000,000,000 \times $30,000,000,000 = $7,500,000$

What to do if you are an eligible provider

• HHS has partnered with UnitedHealth Group (UHG) to provide rapid payment to providers eligible for the distribution of the initial \$30 billion in funds.

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- Providers will be paid via Automated Clearing House account information on file with UHG or the Centers for Medicare & Medicaid Services (CMS).
 - The automatic payments will come to providers via Optum Bank with "HHSPAYMENT" as the payment description.
 - Providers who normally receive a paper check for reimbursement from CMS, will receive a paper check in the mail for this payment as well, within the next few weeks.
- Within 30 days of receiving the payment, providers must sign an attestation confirming receipt of the funds and agreeing to the terms and conditions of payment. Click here to sign the attestation and accept the Terms and Conditions .
- HHS' payment of this initial tranche of funds is conditioned on the healthcare provider's acceptance of the <u>Terms and Conditions PDF</u>, which acceptance must occur within 30 days of receipt of payment. Not returning the payment within 30 days of receipt will be viewed as acceptance of the Terms and Conditions, the provider must do the following: contact HHS within 30 days of receipt of payment and then remit the full payment to HHS as instructed. The <u>CARES Act Provider Relief Fund Payment Attestation Portal</u> will guide providers through the attestation process to accept or reject the funds.

Is this different than the CMS Accelerated and Advance Payment Program?

Yes. The CMS Accelerated and Advance Payment Program has delivered billions of dollars to healthcare providers to help ensure providers and suppliers have the resources needed to combat the pandemic. The CMS accelerated and advance payments are a loan that providers must pay back. Read more information from CMS.

How this applies to different types of providers

All relief payments are being made to providers and according to their tax identification number (TIN). For example:

- Large Organizations and Health Systems: Large Organizations will receive relief payments for
 each of their billing TINs that bill Medicare. Each organization should look to the part of their
 organization that bills Medicare to identify details on Medicare payments for 2019 or to identify the
 accounts where they should expect relief payments.
- *Employed Physicians:* Employed physicians should not expect to receive an individual payment directly. The employer organization will receive the relief payment as the billing organization.
- Physicians in a Group Practice: Individual physicians and providers in a group practice are
 unlikely to receive individual payments directly, as the group practice will receive the relief fund
 payment as the billing organization. Providers should look to the part of their organization that bills

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Medicare to identify details on Medicare payments for 2019 or to identify the accounts where they should expect relief payments.

 Solo Practitioners: Solo practitioners who bill Medicare will receive a payment under the TIN used to bill Medicare.

Priorities for the remaining \$70 billion

The Administration is working rapidly on targeted distributions that will focus on providers in areas particularly impacted by the COVID-19 outbreak, rural providers, providers of services with lower shares of Medicare reimbursement or who predominantly serve the Medicaid population, and providers requesting reimbursement for the treatment of uninsured Americans.

Ensuring Americans are not surprised by bills for COVID-19 medical expenses

The Trump Administration is committed to ensuring that Americans are protected against financial obstacles that might prevent them from getting the testing and treatment they need from COVID-19.

- As announced in early April, a portion of the \$100 billion Provider Relief Fund will be used to reimburse healthcare providers, at Medicare rates, for COVID-related treatment of the uninsured.
 - As a condition, providers are obligated to abstain from "balance billing" any patient for COVID-related treatment.
- The Families First Coronavirus Response Act requires private insurers to cover an insurance plan member's cost-sharing payments for COVID-19 testing.
- President Trump has also secured commitments from private insurers, including Humana, Cigna, UnitedHealth Group, and the Blue Cross Blue Shield system to waive cost-sharing payments for treatment related to COVID-19 for plan members.

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