

## **MEMO**

Date:

December 4, 2019

To:

**Provider Network System** 

From:

Eric Doeh, Deputy CEO/COO

Cc:

Willie Brooks, President and CEO, Stacie Durant, CFO, Manny Singla, CIO, and

June White, Interim Director, MCO

Re:

Consumer Spend Down (Deductible)

On October 1, 2019, the Michigan Department of Health and Human Services (MDHHS) reduced Detroit Wayne Integrated Health (DWIHN) State General Fund. As a result of this reduction, effective January 1, 2020, DWIHN will no longer be able to fund consumer spend down with General Fund.

Consumers will now be responsible for the deductible. In addition, it will be the service provider's responsibility to seek payment accordingly. To prevent payment delays, DWIHN will pay providers as claims are submitted for authorized services and recoup up to the deductible amount from provider's subsequent payments. Payment recoupment will be effective once spend down "met date" has been updated in the MHWIN system.

The claims will be reconsidered based on dates of service <u>and recoupment will occur on the next payment cycle</u>. Service providers servicing Adults with Mental Illness (AMI) Per Member Per Month (PMPM) applicable claims will be voided and adjusted during the annual settlement process.

The providers and/or consumers are not required to submit any receipts for spend down as DWIHN will utilize the MHWIN system claims to meet the deductible. Again, please do not submit receipts to the Department Health and Human Services (DHS offices) and/or one of our DHS Outstation locations; DWIHN will take care of this.

Additional communication may be provided over the next few weeks.

## **Board of Directors**