NCPA Member Summary of the CARES Act Provider Relief Fund

The Department of Health and Human Services (HHS) is distributing the $100 billion Provider Relief Fund provided for in the Coronavirus Aid, Relief and Economic Security (CARES) Act. Details regarding eligibility, payment distribution determination, and more are summarized below.

**August 25 update: Medicare, Medicaid/CHIP distribution deadlines extended to September 13**

HHS announced that the deadline for applications to the Provider Relief Fund Medicare and Medicaid/CHIP distribution would be extended to September 13, 2020 (previously August 28). Please be sure to check the HHS Provider Relief Fund website for further instructions [here](#). As a reminder, when submitting your Provider Relief Fund application to **not include prescription drug sales when reporting gross sales or program service revenue.**

**July 31 update: HHS to accept Medicare applications again beginning August 10, Medicaid/CHIP distribution deadline extended to August 3**

HHS has announced that beginning August 10, 2020, HHS will allow Medicare providers who missed the opportunity to apply for additional funding from the Medicare General Distribution, to complete an application to be considered for the balance of their additional funding up to 2 percent of their annual patient revenues, exclusive of prescription drug sales. The deadline to complete an application is August 28, 2020. Be sure to check the HHS Provider Relief Fund [website](#) for further instructions on August 10.

HHS announced that the deadline for applications to the Provider Relief Fund Medicaid/CHIP distribution would be extended to August 3, 2020 (previously July 20). Please be sure to begin the application process by August 3, 2020 on the HHS Provider Relief Fund provider portal [here](#).

**July 21, 2020 update: Medicaid/CHIP distribution deadline extended to August 3**

HHS announced that the deadline for applications to the Provider Relief Fund Medicaid/CHIP distribution would be extended to August 3, 2020 (previously July 20). Please be sure to begin the application process by August 3, 2020 on the HHS Provider Relief Fund provider portal [here](#).
July 10, 2020 update: HHS announces additional Provider Relief Fund payments, updates FAQ document

HHS has announced a second phase of General Distribution from the Provider Relief Fund, beginning with $4 billion to be made available through the Health Resources and Services Administration (HRSA) to hospitals serving vulnerable populations on thin margins. This second phase of General Distribution will continue to expand to include other providers submitting applications for future relief funding opportunities as directed by HHS.

Be sure to check the Provider Relief Fund FAQs regularly as HHS continues to update with new information. In the latest update: returned payments will be allocated by HHS to future Provider Relief Fund distributions; HHS will notify Provider Relief Fund recipients in the coming weeks with applicable audit requirements that need to be met to comply with the Terms and Conditions; and specific examples from multiple types of tax forms applicable to different organization categories are given to clarify what specific revenue information should be entered into the Enhanced Provider Relief Payment Portal.

July 6, 2020 update: General Distribution Fund reopening

The Administration is working to reopen the General Distribution Fund for the nearly one-third of providers who received a small General Distribution payment and who may have missed an opportunity to apply for additional funding due to confusion about the deadline and eligibility requirements. Many providers did not apply for additional General Distribution payments assuming they would be eligible for the round of funding targeted at Medicaid providers and were surprised that any amount of payment received under the General Distribution resulted in ineligibility for the Medicaid distribution. HHS has indicated that any provider that missed the deadline will be able to apply and be eligible to receive 2 percent of their revenue from seeing patients exclusive of prescription drug sales. More guidance will be forthcoming.

July 2, 2020 update: HHS to allocate returned Provider Relief Fund payments to future distributions

Be sure to check the Provider Relief Fund FAQs regularly for HHS updates. Latest updates include: information regarding HHS allocation of returned payments to future distributions; specific examples of revenue information to be entered into the Enhanced Provider Relief Payment Portal; and notice that HHS will notify Provider Relief Fund recipients in the coming weeks with applicable audit requirements to comply with the Terms and Conditions.
June 9, 2020 update: HHS announces additional distributions to Medicaid and CHIP providers, updates FAQ document

HHS has updated instructions on how to report gross sales or receipts for program service revenue when submitting an application for the Provider Relief Fund—prescription drug sales should not be included in calculating gross sales or revenue when submitting an application.

HHS also announced in a press release that it plans to distribute approximately $15 billion from the Provider Relief Fund to eligible providers that participate in Medicaid and CHIP and have not received a payment from the general allocation that was targeted to Medicare providers. HHS will launch an enhanced payment portal on June 10 to allow eligible Medicaid and CHIP providers to report their annual patient revenue, which will be used as a factor in determining Provider Relief Fund payments. HHS has indicated that each provider will receive at least 2 percent of reported gross revenue from patient care. Eligibility is limited to providers that did not receive payment from the $50 billion Provider Relief general distribution and have either directly billed state Medicaid/CHIP programs or Medicaid managed care plans for healthcare-related services between January 1, 2018 to May 31, 2020.

HHS also posted an updated version of its frequently asked questions (FAQ) document regarding terms and conditions, balance billing requirements for all distribution categories, distribution of funds to high impact areas, and distribution of funds to skilled nursing facilities. Please be sure to visit the FAQ document as it is updated on a regular basis.

May 27, 2020 update: Accept terms and conditions and submit revenue information by June 3, 2020

HHS is reminding eligible providers that they have until June 3, 2020 to accept the terms and conditions and submit revenue information to support receiving an additional payment from the Provider Relief Fund $50 billion General Distribution. All providers who automatically received an additional General Distribution payment prior to 5:00 pm, Friday, April 24, 2020 must provide HHS with an accounting of their annual revenues by submitting tax forms or financial statements through the General Distribution portal. These providers must also agree to the terms and conditions if they wish to keep the funds.

May 20, 2020 update: HHS posts updated version of FAQ document regarding implementation of funds

On May 20, HHS posted a further updated version of its frequently asked questions (FAQ) document regarding implementation of funds distributed to health care providers through the COVID-19 Provider Relief Fund. The new update adds and/or modifies information regarding actions a provider must take after receiving a Provider Relief Fund payment, actions a provider should take to return a payment received under the Fund, provider actions if a payment from the “General Distribution,” which applies to Medicare providers, is greater than expected, and more.
May 7, 2020 update: HHS extends deadline for attestation, acceptance of terms and conditions for Provider Relief Fund payments

On May 7, HHS extended the deadline for health care providers to attest to receipt of payments from the Provider Relief Fund and accept the terms and conditions. Providers now have 45 days, increased from 30 days, from the date they receive a payment to attest and accept the terms and conditions or return the funds. Additional information on the Provider Relief Fund and link to attestation form can be found here.

April 27, 2020 update: HHS launches COVID-19 Uninsured Program Portal

On April 27, HHS launched the COVID-19 Uninsured Program Portal that allows health care providers who have conducted COVID-19 testing or provided treatment to uninsured COVID-19 individuals to request claims for reimbursement as part of the CARES Act Provider Relief Fund. The program is being administered by the Health Resources and Services Administration (HRSA), and providers can begin requesting claims reimbursement for eligible services provided on or after February 4, 2020 beginning May 6, 2020. Pharmacies that are permitted under state law to bill for other testing services are eligible to request reimbursement for testing under this program (see HRSA FAQ document). The portal and additional information on the process and eligibility are available here.

April 10, 2020 update: HHS begins distributing initial $30 billion of the Provider Relief Fund

On April 10, HHS began distributing the initial $30 billion of the Provider Relief Fund via direct deposit, providing relief to providers, such as pharmacies enrolled as Medicare Part B suppliers, in areas heavily impacted by the COVID-19 pandemic and providers struggling to keep doors open.

All providers that received Medicare fee-for-service (FFS) reimbursements in 2019 are eligible. These are grants, not loans, and will not need to be repaid.

April 24, 2020 update: HHS begins distributing remaining $20 billion of the Provider Relief Fund general allocation

HHS will begin distribution of the remaining $20 billion of the Provider Relief Fund general allocation to Medicare facilities and providers impacted by COVID-19 based on eligible providers’ 2018 net patient revenue on April 24, 2020.

A portion of providers will be automatically sent a payment on April 24 based on revenue data submitted to Centers for Medicare & Medicaid Services cost reports. Providers without adequate cost report data on file will need to submit their revenue information through a portal here to receive additional general distribution funds. Providers who automatically receive money will need to submit revenue information for verification through the same portal. All recipients will need to sign the attestation form confirming receipt of funds and agreeing to the terms and conditions.

Every health care provider who has provided treatment for uninsured COVID-19 patients on or after February 4, 2020 can request claims reimbursement at Medicare rates, subject to available funding. Providers can register beginning on April 27, 2020 and begin submitting claims in early May. More information can be found here.
HHS has set up a hotline to answer questions, including eligibility and payment status, at 1-866-569-3522.

Eligibility

- All providers that received Medicare FFS reimbursements in 2019 are eligible.
- As a condition to receiving these funds, providers must agree not to seek collection of out-of-pocket 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.
- Providers that have ceased operation as a result of the COVID-19 pandemic are still eligible to receive funds as long as diagnoses, testing, or care was provided 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.

Payment distribution determination

- Providers will be distributed a portion of the initial $30 billion based on their share of total Medicare FFS reimbursements (not including Medicare Advantage payments) in 2019.
- To determine how much will be received, an estimate can be calculated by dividing 2019 Medicare FFS payments received by $484 billion and multiplying that ratio by $30 billion.

Next steps

- Providers will be paid via Automated Clearing House (ACH) on file with UnitedHealth Group (HHS has partnered with UHG to provide rapid payment to eligible providers) or Centers for Medicare & Medicaid Services (CMS). Automatic payments will come to providers via Optum Bank with “HHSPAYMENT” as the payment description.
- If you normally receive a paper check for reimbursement from CMS, a paper check in the mail will be received within the next few weeks.
- An attestation form must be signed within 45\(^1\) days of receiving the payment through the portal here, confirming receipt and agreeing to the terms and conditions of payment.

HHS plans to distribute remaining $70 billion of Provider Relief Fund

HHS will release a formalized application process for providers who did not qualify to receive part of the initial $30 billion, and will be targeting distribution to 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.

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\(^{1}\) As of May 7, 2020, HHS has extended the deadline for providers to attest to the receipt of payments from the Provider Relief Fund and accept the terms and conditions from 30 days to 45.