



Provider Stability Payments

MDHHS has allowed PIHPs to engage in contracting methods to ensure stability of the provider network in providing essential services. Approved stability payment methods include sub-capitation arrangements, retro-active rate adjustments, cost-reimbursement, or other alternative funding structures based on historical funding. Any method chosen must adhere to all applicable financial and compliance audit requirements.

The period eligible for stabilization payment period is April 1, 2020 through September 30, 2020. To qualify for consideration, you must apply. The net negative financial impact of lost revenue and increased COVID-19 related expenses must be greater than or equal to 25%. The base-line for revenue and expense will be the 12 month period ending February 29, 2020. You must have provided contracted services between January 1, 2020, and March 31, 2020, and you must currently be providing services.

Your application should include:

- Stability Payment Application (attached)
- Monthly P&L statements for the 12 months ending February 29, 2020
- Monthly P&L statements for March, April, May, June 2020.
- Projected revenue and expense for July, Aug, Sept.
- Balance Sheet for most recent fiscal year
- Status other special funding application
- Additional documentation may be required

Financial need, method and timing of stability payments will be determined by North Country CMH based on your request and supporting documentation. The upper limit of funding will be the breakeven point.

Stabilization payments may only be used for actual expenses incurred to maintain service delivery capability and may not be applied to future periods, fund balances, or profit. Projections will be reconciled with actual revenue and expense at the end of the stabilization period and any excess stabilization payments will be recouped by North Country CMH.

For consideration, your application and supporting documentation should be submitted to Kevin Hartley, Chief Financial Officer for NCCMH at khartley@norcocmh.org. North Country will respond to your application within 14 days.