

CMS Manual System

Pub 100-06 Medicare Financial Management

Transmittal 102

Department of Health & Human Services (DHHS)

Center for Medicare and Medicaid Services (CMS)

Date: JULY 14, 2006

Change Request 4076

NOTE: *Transmittal 101, dated July 12, 2006 is rescinded and replaced with Transmittal 102, dated July 14, 2006. The responsibility column on the Business Requirements in Section II was updated to include DME MAC. All other information remains the same.*

SUBJECT: Notice of New Interest Rate for Medicare Overpayments and Underpayments.

I. SUMMARY OF CHANGES: This Change Request provides a quarterly update of the interest rate for Medicare overpayments and underpayments.

NEW/REVISED MATERIAL

EFFECTIVE DATE: July 19, 2006

IMPLEMENTATION DATE: July 19, 2006

Disclaimer for manual changes only: The revision date and transmittal number apply only to red italicized material. Any other material was previously published and remains unchanged. However, if this revision contains a table of contents, you will receive the new/revised information only, and not the entire table of contents.

II. CHANGES IN MANUAL INSTRUCTIONS: (N/A if manual is not updated)

R = REVISED, N = NEW, D = DELETED – *Only One Per Row.*

R/N/D	Chapter / Section / SubSection / Title
N/A	

III. FUNDING:

No additional funding will be provided by CMS; contractor activities are to be carried out within their FY 2006 operating budgets.

IV. ATTACHMENTS:

Recurring Update Notification

**Unless otherwise specified, the effective date is the date of service.*

							F I S S	M C S	V M S	C W F	
	None.										

IV. SUPPORTING INFORMATION AND POSSIBLE DESIGN CONSIDERATIONS

A. Other Instructions:

X-Ref Requirement #	Instructions
4076.1	This reaffirms interest rates for prior periods:
Period	Interest Rate
February 7, 2001 – April 25, 2001	14.125%
April 26, 2001 - August 6, 2001	13.75%
August 7, 2001 – October 30, 2001	13.25%
October 31, 2001 – January 31, 2002	13.25%
February 1, 2002 – May 7, 2002	12.625%
May 8, 2002 – August 7, 2002	11.75%
August 8, 2002 – November 18, 2002	12.625%
November 19, 2002 – February 10, 2003	11.25%
February 11, 2003 – April 27, 2003	10.75%
April 28, 2003 – August 10, 2003	11.625%
August 11, 2003 – November 2, 2003	12.125%
November 3, 2003 –February 3, 2004	12.00%
February 4, 2004 – May 6, 2004	12.00%
May 7, 2004 – August 8, 2004	11.875%
August 9, 2004 – November 11, 2004	11.75%
November 12, 2004 – February 7, 2005	12.00%
February 8, 2005 – April 24, 2005	11.875%
April 25, 2005 – July 21, 2005	12.00%
July 22, 2005 – November 2, 2005	12.00%
November 3, 2005 – January 24, 2006	12.25%
January 25, 2006 – April 23, 2006	11.875%
April 24, 2006 – July 18, 2006	12.125%
July 19, 2006	12.625%

B. Design Considerations: N/A

X-Ref Requirement #	Recommendation for Medicare System Requirements

C. Interfaces: N/A

D. Contractor Financial Reporting /Workload Impact: N/A

E. Dependencies: N/A

F. Testing Considerations: N/A

V. SCHEDULE, CONTACTS, AND FUNDING

Effective Date*: July 19, 2006 Implementation Date: July 19, 2006 Pre-Implementation Contact(s): Tom Noplock (410) 786-3378. Post-Implementation Contact(s): Tom Noplock (410) 786-3378.	No additional funding will be provided by CMS; contractor activities are to be carried out within their FY 2006 operating budgets.
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