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17. Supplemental payments for services provided by Type I physicians

- a. Subject to legislative authorization as required and the availability of local, State, and Federal funds, and based upon a transfer agreement with a state academic health system or an academic health system that operates under a state authority and the subsequent transfer of funds, DMAS shall provide lump sum supplemental payments to Type I physicians on or after July 1, 2002. Type I physicians are members of a practice group organized by or under the control of a state academic health system or an academic health system that operates under a state authority, who have entered into contractual agreements for the assignment of payments in accordance with 42 CFR 447.10.
- b. <u>Supplemental payments for Type I physicians are made from a pool of funds equal to the</u>

 difference between the Medicaid payments otherwise made to Type I physicians and the

 lesser of billed charges or the Medicare fee schedule.
- c. The payment amount for a Type I physician is the physician's proportionate share of the established pool of funds determined by dividing the physician's payments for Medicaid services provided through the practice group referred to in (a) during the period by the total payments for Medicaid physician services provided by all Type I physicians for the same period.