



Related Change Request (CR) #: 2292 Medlearn Matters Number: MM2292

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Implementation Date: January 1, 2004

Procedures for Non-MSP Overpayments with Original Balances Less than \$10.00

Provider Types Affected

This bulletin impacts physician and supplier offices.

Provider Action Needed

None, for information only.

Background

Occasionally, physicians/suppliers will receive an overpayment from a Carrier or Durable Medical Equipment Regional Carrier (DMERC) of less than \$10.00, perhaps because of a billing error, claims adjustment, or as the result of a medical review determining an overpayment. Since the cost of recovering these overpayments is often more than the overpayment, Carriers/DMERCs have been instructed not to issue a demand letter for a physician/supplier overpayment of less than \$10.00.

However, the Carriers/DMERCs will hold each of these overpayments and aggregate them by physician/supplier number. If, by the last day of the month, these overpayments aggregate to \$10.00 or greater, the Carriers/DMERCs will send you a demand letter by the 20th day of the following month.

Interest on these aggregate overpayments will accrue from the determination date, which is the date the demand letter is generated.

In addition, if a physician/supplier wishes to request the return of overpayments of less than \$10.00, they may ask the Carrier/DMERC to issue a demand letter or request an immediate offset to recover such overpayment and the Carrier/DMERC will comply with such a request.