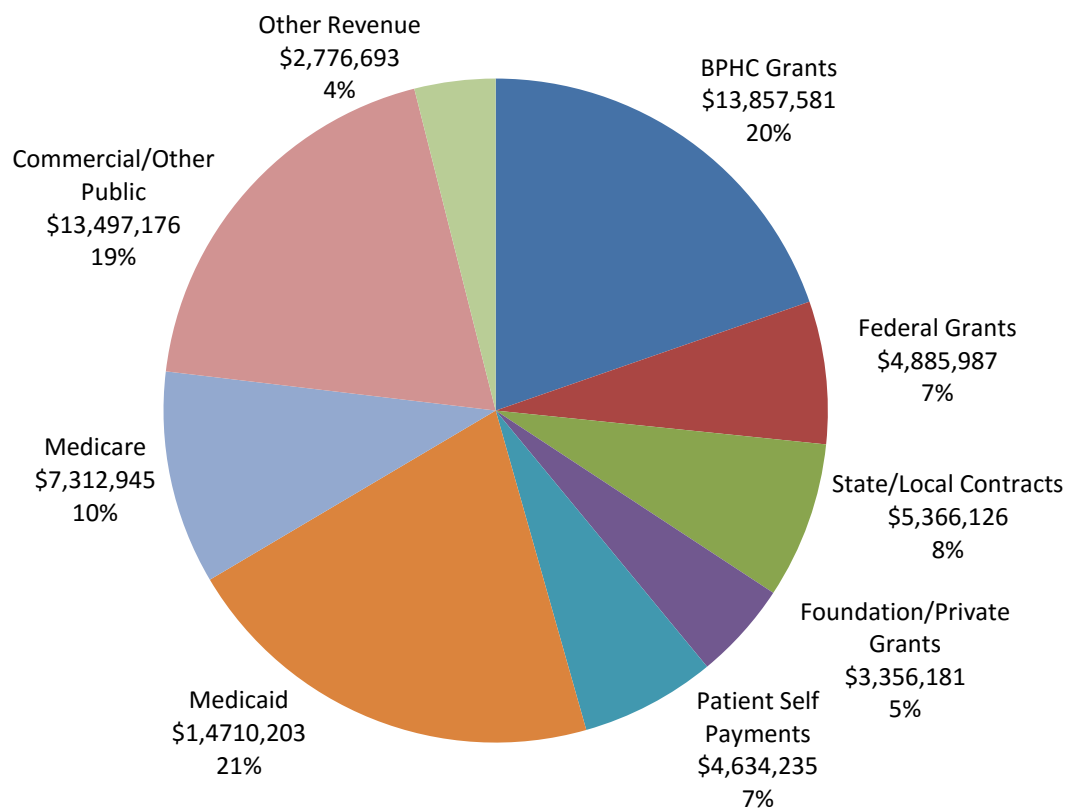


## Federally Qualified Health Center Funding and Reimbursement Structure Minimizes Cost Shifting

- Federal grants for FQHCs are awarded based upon a very competitive national application process.
- When FQHCs are awarded Federal funds, they must meet strict program, performance, and accountability standards.
- Federal FQHC appropriations are not transferable to any other entity.
- Medicaid FQHC reimbursement can be described as a prospective, all inclusive encounter rate for primary care office visits. Other ambulatory visits are reimbursed based upon the Medicaid fee schedule.
- FQHCs bill commercial insurers just like any other primary care practice.
- No payer – Medicaid, Medicare, or commercial insurance—reimburses FQHCs for their full costs.

### 2014 Revenue Sources for New Hampshire FQHCs<sup>1</sup>



<sup>1</sup>Uniform Data Systems (UDS) 2014 NH Self-Reported