



Alaska Medical Assistance

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### Remittance Advice (RA) Message

Title: **Prohibition of Percentage Compensation Arrangement with Medical Biller**

Issue Date: 01/31/2019

Run Length: 8 weeks

Provider Type(s): All

Message: It has come to the attention of the department that enrolled Alaska Medicaid providers have entered into agreements with medical billers to provide a percentage of Medicaid's reimbursement as payment for billing services. Medicaid program regulations specifically prohibit this type of compensation arrangement.

In accordance with 7 AAC 145.010(b), "the use of a billing agent or accounting firm that bills and receives payment in the name of the provider is permitted if payment for this service is not related on a percentage or other basis to the amount that is billed or collected."