



# Just the Fax

A fax bulletin from Molina Healthcare of Michigan (MHM) • December 28, 2021

## **Updates Regarding Executive Order 14042 and Sequestration Reduction Payments**

### Executive Order 14042 On Hold Due to Legal Challenge

Molina Healthcare updated the Medicare and MMP Provider Manuals to require compliance with EO 14042. Since the update was issued, a legal challenge has put that order on hold. As a result, the requirements in EO 14042 are on hold. Please be aware that this requirement could be reinstated on short notice based on further court decisions and we will communicate with you if that occurs.

### Suspension of Sequestration Reduction for Medicare Payments Extended

Molina's suspension of the 2% sequestration reduction for Medicare payments has been in effect in alignment with Centers for Medicare and Medicaid Services (CMS) guidance. The suspension, which was scheduled to end effective Jan. 1, 2022, will continue in accordance with the Protecting Medicare and American Farmers from Sequester Cuts Act. Molina will extend with no sequestration payment adjustment through March 31, 2022.

Molina will continue to monitor the sequestration suspension and keep providers informed as changes occur.

**Thank you for serving our Molina members!  
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