

Bulletin

Michigan Department of Community Health

Bulletin: MSA 10-37

Distribution: Hospitals

Issued: August 31, 2010

Subject: Elimination of the \$5 Million Small Hospital Disproportionate Share Hospital (DSH) Pool

Effective: September 30, 2010

Programs Affected: Medicaid

In order to comply with requirements outlined in its fiscal year 2010 legislative appropriation (Public Act 131 of 2009), the Michigan Department of Community Health is eliminating the \$5 Million Small Hospital DSH Pool.

Pursuant to the Governor's line item veto in Public Act 131 of 2009, DSH funding will be reduced by \$5 million. The pool was formerly distributed to unaffiliated hospitals and hospital systems that received less than \$900,000 in DSH payments in fiscal year 2007-2008 based on a formula that was weighted proportional to the product of each eligible system's Medicaid revenue and each eligible system's Medicaid utilization, except that no payment of less than \$1,000 was made.

Manual Maintenance

Retain this bulletin until applicable information has been incorporated into the Michigan Medicaid Provider Manual.

Questions

Any questions regarding this bulletin should be directed to Provider Inquiry, Department of Community Health, P.O. Box 30731, Lansing, Michigan 48909-8231, or e-mail at ProviderSupport@michigan.gov. When you submit an e-mail, include your name, affiliation, and phone number so you may be contacted if necessary. Providers may phone toll-free 1-800-292-2550.

APPROVED

Stephen Fitton, Director

Medical Services Administration