

Bulletin: MSA 05-44

Distribution: Hospitals

Issued: September 7, 2005

Subject: New Disproportionate Share Hospital (DSH) Pool

Effective: As Indicated

Programs Affected: Medicaid

In compliance with Section 1717(1) of the Michigan Department of Community Health (MDCH) fiscal year 2005 Appropriations Act (Public Act 349 of 2004), effective September 28, 2005, a new \$5 million Small Hospital Disproportionate Share Hospital (DSH) Pool is being created. The funding will be distributed to qualifying unaffiliated hospitals and hospital systems that received less than \$900,000 in Regular DSH Payments in state fiscal year 2004.

Qualification Requirements

In order to receive a payment from the Small Hospital DSH Pool, all three of the following must apply:

1. Hospitals must complete the Disproportionate Share Hospital Eligibility form and meet at least one of the four eligibility criteria on the form. The form is found in Section 7.1.A. in the Hospital Reimbursement Appendix of the Michigan Medicaid Provider Manual.
2. Hospitals must have Medicaid utilization of not less than 1% based on the formula in Section 7.1.B. of the Hospital Reimbursement Appendix of the Michigan Medicaid Provider Manual.
3. Hospitals and hospital systems must have received less than \$900,000 in DSH payments from the regular \$45 million DSH pool in state fiscal year 2004. Hospital systems will be identified based on the most current information available to MDCH Medical Services Administration. The attached document provides a list of hospitals and hospital systems.

Data Elements

Medicaid inpatient DSH payments from the \$5 million Small Hospital DSH Pool will be made in a single distribution based on Title XIX charges and Medicaid utilization.

Title XIX charges used for computing DSH payments from this pool are the sum of Title XIX charges and Title XIX MCO charges from hospital cost reports for cost periods ending during the second previous state fiscal year.

The Medicaid utilization rate will be based on the proportion of Medicaid inpatient days to total hospital days as specified in Section 7.1.B. of the Hospital Reimbursement Appendix of the Michigan Medicaid Provider Manual. Each hospital's Medicaid utilization will be taken from hospital cost reports for cost periods ending during the second previous state fiscal year.

Distribution Formula

The formula to calculate the distribution of payments from the Small Hospital DSH Pool is as follows:

1. Hospital Title XIX Charges **X** Hospital Medicaid Utilization **=** Hospital Pool Factor

2. $\left[\frac{\text{Hospital Pool Factor}}{\sum \text{ of all Hospital Pool Factors}} \right] \mathbf{X}$ Small Hospital DSH Pool Allocation

State fiscal year 2005 Small Hospital DSH Pool payments will be made once approval has been received from the Centers for Medicare and Medicaid Services.

Manual Maintenance

Retain this bulletin for future reference.

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, be sure to include your name, affiliation, and phone number so you may be contacted if necessary. Providers may phone toll-free 1-800-292-2550.

Approved



Paul Reinhart, Director
Medical Services Administration

**Hospital Systems Definition
FY 05 - \$5 Million DSH Pool**

Hospitals Name	Hospital System Name
Borgess Hospital	Ascension Health - Borgess Health Alliance
CareLink of Jackson	Ascension Health - Borgess Health Alliance
Community Health Center	Ascension Health - Borgess Health Alliance
Community Hospital - Watervliet	Ascension Health - Borgess Health Alliance
Hillsdale Community Health Center	Ascension Health - Borgess Health Alliance
Three Rivers Area Hospital	Ascension Health - Borgess Health Alliance
Genesys Reg. Med Ctr - Flint Osteo Campus	Ascension Health - Genesys Health System
Saint Mary's Standish Community Hospital	Ascension Health - Saint Mary's Health
St. Mary's Medical Center - Saginaw	Ascension Health - Saint Mary's Health
Providence Hospital	Ascension Health - St. John Health System
St. John - North Shores Hospital	Ascension Health - St. John Health System
St. John Detroit Riverview Hospital	Ascension Health - St. John Health System
St. John Hospital	Ascension Health - St. John Health System
St. John Macomb Hospital	Ascension Health - St. John Health System
St. John Northeast Community Hospital (CLOSED)	Ascension Health - St. John Health System
St. John Oakland Hospital	Ascension Health - St. John Health System
St. John River District Hospital	Ascension Health - St. John Health System
Tawas St. Joseph Hospital	Ascension Health - St. Joseph Health System
Bon Secours Hospital	Bon Secours Cottage Health Services
Cottage Hospital of Grosse Pointe	Bon Secours Cottage Health Services
Bronson Methodist Hospital	Bronson Healthcare Group
Bronson Vicksburg Hospital	Bronson Healthcare Group
Children's Hospital of Michigan	Detroit Medical Center
Detroit Receiving Hospital	Detroit Medical Center
Harper University Hospital	Detroit Medical Center
Huron Valley - Sinai Hospital	Detroit Medical Center
Rehabilitation Institute	Detroit Medical Center
Sinai-Grace Hospital	Detroit Medical Center
Bi-County Community Hospital	Henry Ford/Horizon Health System
Henry Ford Hospital	Henry Ford/Horizon Health System
Henry Ford Wyandotte Hospital	Henry Ford/Horizon Health System
Riverside Osteopathic Hospital (CLOSED)	Henry Ford/Horizon Health System
Bay Medical Center	McLaren Health Care Corp.
Ingham Regional Medical Center	McLaren Health Care Corp.
Lapeer Regional Hospital	McLaren Health Care Corp.
McLaren General Hospital	McLaren Health Care Corp.
Mid Michigan Medical Center-Gladwin	Mid-Michigan Regional Medical Center
Mid Michigan Reg. Med. Ctr - Midland	Mid-Michigan Regional Medical Center
Mid-Michigan Medical Center-Clare	Mid-Michigan Regional Medical Center
Kalkaska Memorial Health Center	Munson Healthcare
Leelanau Memorial Hospital	Munson Healthcare
Munson Medical Center	Munson Healthcare
Paul Oliver Memorial Hospital	Munson Healthcare
Oakwood Annapolis Hospital	Oakwood Healthcare, Inc.
Oakwood Heritage Hospital	Oakwood Healthcare, Inc.
Oakwood Hospital and Medical Center	Oakwood Healthcare, Inc.

**Hospital Systems Definition
FY 05 - \$5 Million DSH Pool**

Hospitals Name	Hospital System Name
Oakwood Southshore Medical Center	Oakwood Healthcare, Inc.
Carson City Osteopathic Hospital	Sparrow Health System
Central Michigan Community Hospital	Sparrow Health System
Clinton Memorial Hospital	Sparrow Health System
Edward W. Sparrow Hospital	Sparrow Health System
Kelsey Memorial Hospital	Spectrum Health
Spectrum Health	Spectrum Health
Spectrum Health - Kent Community Campus	Spectrum Health
Spectrum Health - Reed City Campus	Spectrum Health
United Memorial Health Center	Spectrum Health
Battle Creek Health System	Trinity Health
Mercy General Health Partners	Trinity Health
Mercy Hospital - Cadillac	Trinity Health
Mercy Hospital - Grayling	Trinity Health
Mercy Hospital - Port Huron	Trinity Health
St. Joseph Mercy Hospital - Ann Arbor	Trinity Health
St. Joseph Mercy Hospital & Health Services	Trinity Health
St. Joseph Mercy Livingston Hospital	Trinity Health
St. Joseph Mercy Oakland	Trinity Health
St. Joseph Mercy Saline Hospital	Trinity Health
St. Mary Mercy Hospital	Trinity Health
St. Mary's Health Care	Trinity Health
Allegan General Hospital	Unaffiliated
Alpena General Hospital	Unaffiliated
Baraga County Memorial Hospital	Unaffiliated
Bell Memorial Hospital	Unaffiliated
Botsford General Osteopathic Hospital	Unaffiliated
Caro Community Hospital	Unaffiliated
Charlevoix Area Hospital	Unaffiliated
Cheboygan Memorial Hospital	Unaffiliated
Chelsea Community Hospital	Unaffiliated
Chippewa War Memorial Hospital	Unaffiliated
Covenant Medical Center, Inc.	Unaffiliated
Crittenton Hospital	Unaffiliated
Deckerville Community Hospital	Unaffiliated
Dickinson County Memorial Hospital	Unaffiliated
Eaton Rapids Medical Center	Unaffiliated
Emma L. Bixby Hospital	Unaffiliated
Forest Health Medical Center, Inc.	Unaffiliated
Garden City Osteopathic Hospital	Unaffiliated
Gerber Memorial Hospital	Unaffiliated
Grand View Hospital	Unaffiliated
Gratiot Community Hospital	Unaffiliated
Hackley Hospital	Unaffiliated
Harbor Beach Community Hospital	Unaffiliated
Hayes Green Beach Memorial Hospital	Unaffiliated

**Hospital Systems Definition
FY 05 - \$5 Million DSH Pool**

Hospitals Name	Hospital System Name
Healthsource Saginaw	Unaffiliated
Helen Newberry Joy Hospital	Unaffiliated
Herrick Memorial Hospital, Inc.	Unaffiliated
Hills & Dales General Hospital	Unaffiliated
Holland Community Hospital	Unaffiliated
Hurley Medical Center	Unaffiliated
Huron Memorial Hospital	Unaffiliated
Ionia County Memorial Hospital	Unaffiliated
Iron County General Hospital	Unaffiliated
Keweenaw Memorial Medical Center	Unaffiliated
Kindred Hospital - Detroit	Unaffiliated
Kindred Hospital - Metro Detroit (CLOSED)	Unaffiliated
Lake View Community Hospital	Unaffiliated
Lakeland Hospital - St. Joseph	Unaffiliated
Lakeland Speciality Hospital at Berrien Center	Unaffiliated
Lakeshore Community Hospital	Unaffiliated
Lee Memorial Hospital	Unaffiliated
LifeCare Hospitals of Western Michigan	Unaffiliated
Mackinac Straits Hospital	Unaffiliated
Marlette Community Hospital	Unaffiliated
Marquette General Hospital	Unaffiliated
Mary Free Bed Guild	Unaffiliated
McKenzie Memorial Hospital	Unaffiliated
Mecosta County General Hospital	Unaffiliated
Memorial Healthcare	Unaffiliated
Memorial Medical Center of West Michigan	Unaffiliated
Mercy Memorial Hospital	Unaffiliated
Metropolitan Hospital - Grand Rapids	Unaffiliated
Mt. Clemens General Osteopathic Hospital	Unaffiliated
Munising Memorial Hospital	Unaffiliated
North Oakland Medical Center	Unaffiliated
North Ottawa Community Hospital	Unaffiliated
Northern Michigan Hospitals, Inc.	Unaffiliated
Oakland Regional Hospital	Unaffiliated
Oaklawn Hospital	Unaffiliated
Ontonagon Memorial Hospital	Unaffiliated
Otsego County Memorial Hospital	Unaffiliated
Pennock Hospital	Unaffiliated
POH Medical Center	Unaffiliated
Port Huron Hospital	Unaffiliated
Portage Health Systems	Unaffiliated
Rogers City Rehabilitation Hospital	Unaffiliated
SCCI Hospital - Detroit	Unaffiliated
Scheurer Hospital	Unaffiliated
Schoolcraft Memorial Hospital	Unaffiliated
Select Specialty Hospital-Flint (CLOSED)	Unaffiliated

Hospital Systems Definition**FY 05 - \$5 Million DSH Pool**

Hospitals Name	Hospital System Name
Select Specialty Hospital-Western Michigan (CLOSED)	Unaffiliated
Sheridan Community Hospital	Unaffiliated
South Haven Community Hospital	Unaffiliated
Southeast Michigan Surgical Hospital	Unaffiliated
Southwest Regional Rehabilitation Center	Unaffiliated
St. Francis Hospital	Unaffiliated
Straith Memorial Hospital	Unaffiliated
Sturgis Memorial Hospital	Unaffiliated
University Health System	Unaffiliated
W.A. Foote Memorial Hospital	Unaffiliated
West Branch Regional Medical Center	Unaffiliated
West Shore Medical Center	Unaffiliated
Zeeland Community Hospital	Unaffiliated
William Beaumont Hospital - Royal Oak	William Beaumont Hospital Corp.
William Beaumont Hospital - Troy	William Beaumont Hospital Corp.