

8/15/11 – Note added to Attachment II. Revised attachment posted to www.michigan.gov/medicaidproviders >> Billing and Reimbursement >> Provider Specific Information >> Inpatient Hospital

Bulletin Number: MSA 11-26

Distribution: Hospitals

Issued: July 1, 2011

Subject: Inpatient Hospital Payment Reduction

Effective: August 1, 2011

Programs Affected: Medicaid, Children's Special Health Care Services (CSHCS)

In order to comply with requirements outlined in its fiscal year 2011 legislative appropriation, the Michigan Department of Community Health is implementing the inpatient hospital payment reductions described below.

Pursuant to the Governor's Executive Orders 2001-09, 2002-22, and 2005-07, and Public Act 187 of 2010, inpatient hospital payments will be reduced by \$45,872,360 in fiscal year 2011. The reduction will be made by gross adjustment and applied to medical/surgical hospitals, distinct part rehabilitation units and freestanding rehabilitation hospitals, beginning in August 2011.

Reduction Methodology

Each hospital's share of the total reduction has been calculated. A hospital's reduction will be based on its inpatient hospital fee-for-service (FFS) paid claims for hospital admissions from October 1, 2008 to September 30, 2009, paid by June 30, 2010. The same file used to calculate the hospital Medicaid Access to Care Initiative (MACI) payments for fiscal year 2011 will be used to calculate the EO reductions. Paid claims include Title XIX, Title V, and Title XIX/Title V inpatient hospital claims.

The formula to calculate the reduction of inpatient hospital payments is as follows:

1. Hospital FFS Paid Claims / Total FFS Paid Claims = Hospital Reduction Factor
2. Hospital Reduction Factor X Reduction Amount = Hospital Reduction Amount

Each hospital's reduction appears in Attachment I (Medical/Surgical Hospitals) or Attachment II (Rehabilitation Units and Hospitals) to this bulletin.

Merged hospitals will have their reductions combined. Reductions will be taken from the surviving hospital. Should a facility close prior to the end of the fiscal year, its reduction will become part of the facility's final settlement.

Each hospital's paid claims file was reviewed and appealed at the time the data were submitted with the hospital's cost report. No further appeal of the inpatient hospital paid claims data will be allowed.

Each hospital's share of the reduction will be made by gross adjustment, beginning in August 2011, to the hospital's inpatient hospital Medicaid ID number. Recoveries will be taken from the hospital's payments until the reduction is complete.

Public Comment

The public comment portion of the policy promulgation process is being conducted concurrently with the implementation of the change noted in this bulletin. Any interested party wishing to comment on the change may do so by submitting comments in writing to:

Meghan Sifuentes
Michigan Department of Community Health
Medical Services Administration
P.O. Box 30479
Lansing, Michigan 48909-7979
Or
E-mail: sifuentesm@michigan.gov

If responding by e-mail, please include "Hospital Take Back Policy" in the subject line.

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, 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



Stephen Fitton, Director
Medical Services Administration

Michigan Department of Community Health
 Medical/Surgical Hospitals
 Fiscal Year 2011 Reductions

Attachment I - MSA 11-26

Med Surg NPI	Facility Name	Reduction Amount
1295803377	Allegan General Hospital	\$ 9,418
1053403402	Allegiance Health	\$ 522,717
1619914652	Alpena Regional Medical Center	\$ 102,179
1649297342	Aspirus Grand View Hospital	\$ 14,543
1326115569	Aspirus Keweenaw Hospital	\$ 9,380
1598818403	Aspirus Ontonagon Hospital	\$ 2,215
1558479824	Baraga County Memorial Hospital	\$ 8,032
1316900277	Barbara Ann Karmanos Cancer Hospital	\$ 248,314
1083644579	Battle Creek Health System	\$ 317,644
1528031226	Bay Regional Medical Center	\$ 308,346
1932396017	Beaumont Hospital Grosse Pointe	\$ 168,001
1306896477	Bell Memorial Hospital	\$ 11,211
1568416311	Borgess Hospital	\$ 653,978
1154504892	Borgess Pipp Hospital	\$ 11,601
1194771030	Borgess-Lee Memorial Hospital	\$ 5,026
1336183367	Botsford Hospital	\$ 334,059
1962508259	Bronson Lake View Hospital	\$ 3,669
1831116441	Bronson Methodist Hospital	\$ 1,571,534
1073568978	Caro Community Hospital	\$ 3,673
1336103043	Carson City Osteopathic Hospital	\$ 32,358
1619941317	Central Michigan Community Hospital	\$ 79,560
1346260692	Charlevoix Area Hospital	\$ 32,151
1427376664	Cheboygan Memorial Hospital	\$ 65,223
1992761985	Chelsea Community Hospital	\$ 13,775
1922068378	Children's Hospital of Michigan	\$ 3,372,850
1295756948	Chippewa War Memorial Hospital	\$ 50,889
1093809824	Clinton Memorial Hospital	\$ 1,606
1063471639	Community Health Center of Branch County	\$ 87,268
1700994845	Community Hospital - Watervliet	\$ 7,020
1588656946	Covenant Medical Center, Inc.	\$ 1,025,745
1437176203	Crittenton Hospital	\$ 154,917
1619095718	Deckerville Community Hospital	\$ 2,398
1801857362	Detroit Receiving Hospital	\$ 1,218,131
1801887013	Dickinson County Memorial Hospital	\$ 25,934
1619125788	Doctors' Hospital of Michigan	\$ 43,085
1417044660	Eaton Rapids Medical Center	\$ 1,968
1073588711	Edward W. Sparrow Hospital	\$ 1,561,732
1972564730	Emma L. Bixby Medical Center	\$ 65,764
1578550174	Garden City Hospital	\$ 225,440
1407877723	Genesys Regional Medical Center	\$ 531,861
1023097771	Gratiot Medical Center	\$ 83,108
1124089743	Harbor Beach Community Hospital	\$ 759
1689635526	Harper University Hospital	\$ 1,368,851
1942254529	Hayes Green Beach Memorial Hospital	\$ 5,020
1497742050	Helen Newberry Joy Hospital	\$ 1,391
1134144801	Henry Ford Hospital	\$ 2,271,357
1023114634	Henry Ford Macomb Hospital	\$ 479,829
1992725352	Henry Ford Wyandotte Hospital	\$ 295,414
1982665642	Herrick Memorial Hospital, Inc.	\$ 24,688
1154367001	Hills & Dales General Hospital	\$ 5,252

Michigan Department of Community Health
 Medical/Surgical Hospitals
 Fiscal Year 2011 Reductions

Attachment I - MSA 11-26

Med Surg NPI	Facility Name	Reduction Amount
1730115940	Hillsdale Community Health Center	\$ 41,586
1871672618	Holland Community Hospital	\$ 203,274
1598717480	Hurley Medical Center	\$ 1,297,844
1518991744	Huron Medical Center	\$ 37,284
1578524419	Huron Valley - Sinai Hospital	\$ 119,274
1134104672	Ingham Regional Medical Center	\$ 388,818
1700820065	Ionia County Memorial Hospital	\$ 4,285
1497750830	Iron County Community Hospital	\$ 9,131
1134220031	Lakeland Hospital - St. Joseph	\$ 416,948
1205824737	Lapeer Regional Hospital	\$ 122,809
1124283502	Mackinac Straits Hospital	\$ 342
1346325214	Marlette Regional Hospital	\$ 7,226
1417959750	Marquette General Hospital	\$ 218,884
1497750608	McKenzie Memorial Hospital	\$ 4,086
1902894512	McLaren Regional Medical Center	\$ 377,277
1316945991	Mecosta County Medical Center	\$ 41,459
1063414233	Memorial Healthcare	\$ 73,050
1972589489	Memorial Medical Center of West Michigan	\$ 40,878
1225066327	Mercy General Health Partners	\$ 314,492
1831132133	Mercy Health Partners - Hackley Campus	\$ 203,000
1285662981	Mercy Health Partners - Lakeshore Campus	\$ 19,324
1003908625	Mercy Hospital - Cadillac	\$ 88,035
1285726828	Mercy Hospital - Grayling	\$ 81,107
1811097223	Mercy Memorial Hospital	\$ 149,088
1619923919	Metro Health Hospital	\$ 862,421
1235248071	Mid Michigan Medical Center - Gladwin	\$ 7,917
1568414589	MidMichigan Medical Center - Clare	\$ 74,938
1902841414	MidMichigan Medical Center - Midland	\$ 343,514
1316938327	Mount Clemens Regional Medical Center	\$ 427,294
1417035536	Munising Memorial Hospital	\$ 710
1952307852	Munson Medical Center	\$ 688,886
1942379284	North Ottawa Community Hospital	\$ 18,921
1992812580	Northern Michigan Regional Hospital	\$ 317,298
1861475360	Oaklawn Hospital	\$ 66,765
1295785285	Oakwood Annapolis Hospital	\$ 258,259
1487605168	Oakwood Heritage Hospital	\$ 132,208
1740230119	Oakwood Hospital and Medical Center	\$ 1,429,434
1740230648	Oakwood Southshore Medical Center	\$ 115,588
1124028972	Otsego County Memorial Hospital	\$ 36,572
1023001146	Pennock Hospital	\$ 61,613
1376564088	POH Medical Center	\$ 225,870
1982685384	Port Huron Hospital	\$ 194,857
1215931068	Portage Health Hospital	\$ 19,360
1144210253	Providence Hospital	\$ 639,565
1659465094	Saint Mary's Standish Community Hospital	\$ 4,152
1437102993	Scheurer Hospital	\$ 3,382
1700805157	Schoolcraft Memorial Hospital	\$ 1,036
1780680637	Select Specialty Hospital - Ann Arbor	\$ 484
1912906934	Select Specialty Hospital - Flint	\$ 731
1912907635	Select Specialty Hospital - Macomb County	\$ 1,092

Michigan Department of Community Health
 Medical/Surgical Hospitals
 Fiscal Year 2011 Reductions

Attachment I - MSA 11-26

Med Surg NPI	Facility Name	Reduction Amount
1689618324	Sheridan Community Hospital	\$ 546
1780645630	Sinai-Grace Hospital	\$ 1,454,332
1346275856	South Haven Community Hospital	\$ 63,926
1922090554	Spectrum Health	\$ 4,351,146
1437259843	Spectrum Health - Reed City Campus	\$ 8,133
1548266778	Spectrum Health Gerber Memorial	\$ 46,687
1538102173	Spectrum Health United Memorial - Kelsey Campus	\$ 990
1457304495	Spectrum Health United Memorial - United Campus	\$ 58,376
1922058551	St. Francis Hospital	\$ 29,393
1023088168	St. John Hospital and Medical Center	\$ 1,916,086
1124099858	St. John Macomb-Oakland Hospital-Macomb Center	\$ 470,762
1619941333	St. John River District Hospital	\$ 32,136
1780658443	St. Joseph Mercy Hospital - Ann Arbor	\$ 488,056
1093748642	St. Joseph Mercy Livingston Hospital	\$ 75,261
1053356352	St. Joseph Mercy Oakland	\$ 642,963
1255346961	St. Joseph Mercy Port Huron	\$ 52,185
1023041670	St. Joseph Mercy Saline Hospital	\$ 3,535
1790706901	St. Mary Mercy Hospital	\$ 125,118
1639111057	St. Mary's Health Care (Grand Rapids)	\$ 546,826
1871507509	St. Mary's of Michigan Medical Center	\$ 319,516
1598099699	Sturgis Memorial Hospital	\$ 62,826
1194713461	Tawas St. Joseph Hospital	\$ 31,735
1386626075	Three Rivers Health	\$ 41,560
1801872379	Triumph Hospital Detroit	\$ 1,252
1003878539	University of Michigan Health System	\$ 4,753,086
1396732103	West Branch Regional Medical Center	\$ 24,484
1407949191	West Shore Medical Center	\$ 26,970
1689653305	William Beaumont Hospital - Royal Oak	\$ 1,381,274
1306825997	William Beaumont Hospital - Troy	\$ 343,175
1275536344	Zeeland Community Hospital	\$ 25,768
	TOTAL	\$ 45,011,355

Michigan Department of Community Health
 Rehabilitation Hospitals
 Fiscal Year 2011 Reductions

Attachment II - MSA 11-26

Rehab NPI	Facility Name	Reduction Amount
1417994468	Alpena Regional Medical Center	\$ 2,666
1801860218	Bay Regional Medical Center	\$ 15,836
1285766196	Borgess Hospital	\$ 11,967
1154363406	Botsford Hospital	\$ 4,257
1720265036	Children's Hospital of Michigan	\$ 55,352
1033243399	Community Hospital - Watervliet	\$ 1,875
1144254525	Covenant Medical Center, Inc.	\$ 12,561
1750435962	Crittenton Hospital	\$ 5,993
1477512424	Edward W. Sparrow Hospital	\$ 19,455
1164445474	Genesys Regional Medical Center	\$ 5,400
1508830175	Gratiot Medical Center	\$ 3,206
1265426704	Healthsource Saginaw	\$ 4,591
NA	Henry Ford Hospital	\$ 13,742
1942399829	Henry Ford Macomb Hospital	\$ 6,664
1851496210	Hurley Medical Center	\$ 36,893
1366493389	Marquette General Hospital	\$ 9,672
1730133463	Mary Free Bed Hospital & Rehabilitation Center	\$ 147,113
1205923414	Memorial Healthcare	\$ 1,075
NA	Mercy General Health Partners	\$ 3,309
1457383572	Mercy Health Partners - Hackle Campus	\$ 5,987
1427091636	Metro Health Hospital	\$ 1,580
NA	MidMichigan Medical Center - Midland	\$ 2,722
1942370754	Northern Michigan Regional Hospital	\$ 488
1225088966	Oakwood Heritage Hospital	\$ 7,874
1376564088	POH Medical Center	\$ 1,074
1255316584	Providence Hospital	\$ 4,925
1245293117	Rehabilitation Institute	\$ 268,935
1487654547	Romers City Rehabilitation Hospital	\$ 4,510
1801853767	Sinar-Grace Hospital	\$ 32,281
1043229560	Southwest Regional Rehabilitation Hospital	\$ 29,657
NA	St. John Hospital and Medical Center	\$ 15,204
1033180765	St. John Macomb-Oakland Hospital-Macomb Center	\$ 3,553
1497801518	St. Joseph Mercy Hospital - Ann Arbor	\$ 14,028
1467481713	St. Joseph Mercy Oakland	\$ 4,660
1326135179	St. Joseph Mercy Port Huron	\$ 3,504
1144326380	St. Mary Mercy Hospital	\$ 3,089
1245347343	Three Rivers Health	\$ 7,962
1891757944	University of Michigan Health System	\$ 85,495
	Total	\$ 861,005

DO NOT USE
 Revised attachment at
www.michigan.gov/medicalproviders