

8/18/10 – Footnote added to Attachment II. Revised attachment posted to www.michigan.gov/medicaidproviders >> Billing and Reimbursement >> Provider Specific Information >> Inpatient Hospital

Bulletin: MSA 10-28

Distribution: Hospitals

Issued: July 15, 2010

Subject: Inpatient Hospital Payment Reduction

Effective: August 15, 2010

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

In order to comply with requirements outlined in its fiscal year 2010 legislative appropriation, the Michigan Department of Community Health is implementing the inpatient hospital payment reductions described below.

Pursuant to the Governor's Executive Orders (EO) 2001-09, 2002-22, and 2005-07, and Public Act 131 of 2009, inpatient hospital payments will be reduced by \$45,872,360 in fiscal year 2010. 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 2010.

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, 2007 to September 30, 2008, paid by June 30, 2009. The same file used to calculate the hospital Medicaid Access to Care Initiative (MACI) payments for fiscal year 2010 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 2010, 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 Reductions" in the subject line.

Manual Maintenance

Retain this bulletin until applicable information has been incorporated into the Michigan Medicaid Provider Manual. Providers should refer to the MDCH website at www.michigan.gov/medicaidproviders >> Billing and Reimbursement >> Provider Specific Information for additional code information.

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

Michigan Department of Community Health
 Medical/Surgical Hospitals
 Fiscal Year 2010 Reductions

MSA 10-28 - Attachment I

Med Surg NPI	Facility Name	Reduction Amount
1295803377	Allegan General Hospital	\$ 29,202
1053403402	Allegiance Health	\$ 535,093
1619914652	Alpena General Hospital	\$ 132,583
1326115569	Aspirus Keweenaw Hospital	\$ 10,531
1598818403	Aspirus Ontonagon Hospital	\$ 2,021
1558479824	Baraga County Memorial Hospital	\$ 8,699
1316900277	Barbara Ann Karmanos Cancer Hospital	\$ 259,238
1083644579	Battle Creek Health System	\$ 328,063
1528031226	Bay Regional Medical Center	\$ 314,148
1932396017	Beaumont Hospital Grosse Pointe	\$ 141,338
1306896477	Bell Memorial Hospital	\$ 18,186
1568416311	Borgess Hospital	\$ 761,038
1154504892	Borgess Pipp Hospital	\$ 1,718
1194771030	Borgess-Lee Memorial Hospital	\$ 8,822
1336183367	Botsford Hospital	\$ 379,141
1962508259	Bronson Lake View Hospital	\$ 5,787
1831116441	Bronson Methodist Hospital	\$ 1,620,357
1073568978	Caro Community Hospital	\$ 2,474
1336103043	Carson City Osteopathic Hospital	\$ 42,022
1619941317	Central Michigan Community Hospital	\$ 87,980
1346260692	Charlevoix Area Hospital	\$ 35,554
1083658140	Cheboygan Memorial Hospital	\$ 68,844
1992761985	Chelsea Community Hospital	\$ 10,789
1922068378	Children's Hospital of Michigan	\$ 3,117,803
1295756948	Chippewa War Memorial Hospital	\$ 35,529
1093809824	Clinton Memorial Hospital	\$ 2,960
1063471639	Community Health Center of Branch County	\$ 82,791
1700994845	Community Hospital - Watervliet	\$ 7,317
1588656946	Covenant Medical Center, Inc.	\$ 1,065,387
1437176203	Crittenton Hospital	\$ 171,255
1619095718	Deckerville Community Hospital	\$ 128
1801857362	Detroit Receiving Hospital	\$ 1,060,409
1801887013	Dickinson County Memorial Hospital	\$ 23,486
1619125788	Doctors' Hospital of Michigan	\$ 92,912
1417044660	Eaton Rapids Medical Center	\$ 4,068
1073588711	Edward W. Sparrow Hospital	\$ 1,359,213
1972564730	Emma L. Bixby Medical Center	\$ 66,867
1578550174	Garden City Osteopathic Hospital	\$ 224,597
1407877723	Genesys Regional Medical Center	\$ 556,538
1548266778	Gerber Memorial Hospital	\$ 53,488
1649297342	Grand View Hospital	\$ 6,900
1023097771	Gratiot Medical Center	\$ 99,531
1689635526	Harper University Hospital	\$ 1,747,173
1942254529	Hayes Green Beach Memorial Hospital	\$ 14,814
1497742050	Helen Newberry Joy Hospital	\$ 3,176
1033374632	Henry Ford Cottage Hospital	\$ 1,338
1134144801	Henry Ford Hospital	\$ 2,256,063
1023114634	Henry Ford Macomb Hospital	\$ 310,711
1902842735	Henry Ford Macomb Hospital-Warren Campus	\$ 79,031
1992725352	Henry Ford Wyandotte Hospital	\$ 361,281

Michigan Department of Community Health
 Medical/Surgical Hospitals
 Fiscal Year 2010 Reductions

MSA 10-28 - Attachment I

Med Surg NPI	Facility Name	Reduction Amount
1982665642	Herrick Memorial Hospital, Inc.	\$ 30,694
1154367001	Hills & Dales General Hospital	\$ 4,045
1730115940	Hillsdale Community Health Center	\$ 60,632
1871672618	Holland Community Hospital	\$ 228,900
1598717480	Hurley Medical Center	\$ 1,505,653
1518991744	Huron Medical Center	\$ 40,966
1578524419	Huron Valley - Sinai Hospital	\$ 125,499
1134104672	Ingham Regional Medical Center	\$ 365,247
1700820065	Ionia County Memorial Hospital	\$ 2,346
1497750830	Iron County Community Hospital	\$ 6,858
1134220031	Lakeland Hospital - St. Joseph	\$ 423,963
1205824737	Lapeer Regional Hospital	\$ 113,299
1124283502	Mackinac Straits Hospital	\$ 575
1346325214	Marlette Regional Hospital	\$ 4,343
1417959750	Marquette General Hospital	\$ 208,431
1497750608	McKenzie Memorial Hospital	\$ 4,274
1902894512	McLaren Regional Medical Center	\$ 342,677
1316945991	Mecosta County Medical Center	\$ 60,393
1063414233	Memorial Healthcare	\$ 87,320
1972589489	Memorial Medical Center of West Michigan	\$ 75,941
1225066327	Mercy General Health Partners	\$ 310,141
1831132133	Mercy Health Partners - Hackley Campus	\$ 167,036
1285662981	Mercy Health Partners - Lakeshore Campus	\$ 24,780
1003908625	Mercy Hospital - Cadillac	\$ 86,629
1285726828	Mercy Hospital - Grayling	\$ 80,531
1811097223	Mercy Memorial Hospital	\$ 157,739
1619923919	Metro Health Hospital	\$ 815,093
1568414589	MidMichigan Medical Center - Clare	\$ 94,418
1235248071	MidMichigan Medical Center - Gladwin	\$ 8,389
1902841414	MidMichigan Medical Center - Midland	\$ 362,051
1316938327	Mount Clemens Regional Medical Center	\$ 407,106
1417035536	Munising Memorial Hospital	\$ 2,738
1952307852	Munson Medical Center	\$ 709,675
1942379284	North Ottawa Community Hospital	\$ 30,048
1992812580	Northern Michigan Regional Hospital	\$ 301,394
1861475360	Oaklawn Hospital	\$ 68,870
1295785285	Oakwood Annapolis Hospital	\$ 278,504
1487605168	Oakwood Heritage Hospital	\$ 108,569
1740230119	Oakwood Hospital and Medical Center	\$ 1,297,357
1740230648	Oakwood Southshore Medical Center	\$ 127,876
1124028972	Otsego County Memorial Hospital	\$ 53,956
1023001146	Pennock Hospital	\$ 58,268
1376564088	POH Medical Center	\$ 152,627
1982685384	Port Huron Hospital	\$ 227,216
1215931068	Portage Health Hospital	\$ 21,491
1144210253	Providence Hospital	\$ 665,399
1659465094	Saint Mary's Standish Community Hospital	\$ 7,499
1437102993	Scheurer Hospital	\$ 1,389
1700805157	Schoolcraft Memorial Hospital	\$ 1,770
1689618324	Sheridan Community Hospital	\$ 2,868

Michigan Department of Community Health
 Medical/Surgical Hospitals
 Fiscal Year 2010 Reductions

MSA 10-28 - Attachment I

Med Surg NPI	Facility Name	Reduction Amount
1780645630	Sinai-Grace Hospital	\$ 1,372,579
1346275856	South Haven Community Hospital	\$ 71,246
1750501938	Southeast Michigan Surgical Hospital	\$ 710
1922090554	Spectrum Health	\$ 4,232,873
1437259843	Spectrum Health - Reed City Campus	\$ 4,708
1538102173	Spectrum Health United Memorial - Kelsey Campus	\$ 722
1457304495	Spectrum Health United Memorial - United Campus	\$ 65,827
1922058551	St. Francis Hospital	\$ 26,391
1851362586	St. John - North Shores Hospital	\$ 6,256
1023088168	St. John Hospital and Medical Center	\$ 2,045,511
1124099858	St. John Macomb-Oakland Hospital-Macomb Center	\$ 557,102
1619941333	St. John River District Hospital	\$ 46,487
1780658443	St. Joseph Mercy Hospital - Ann Arbor	\$ 635,217
1093748642	St. Joseph Mercy Livingston Hospital	\$ 80,511
1053356352	St. Joseph Mercy Oakland	\$ 728,136
1255346961	St. Joseph Mercy Port Huron	\$ 43,493
1023041670	St. Joseph Mercy Saline Hospital	\$ 2,068
1790706901	St. Mary Mercy Hospital	\$ 138,991
1639111057	St. Mary's Health Care (Grand Rapids)	\$ 557,386
1871507509	St. Mary's of Michigan Medical Center	\$ 295,977
1114924958	Sturgis Memorial Hospital	\$ 79,673
1194713461	Tawas St. Joseph Hospital	\$ 32,346
1386626075	Three Rivers Health	\$ 56,572
1003878539	University of Michigan Health System	\$ 4,278,249
1396732103	West Branch Regional Medical Center	\$ 39,138
1407949191	West Shore Medical Center	\$ 42,112
1689653305	William Beaumont Hospital - Royal Oak	\$ 1,220,211
1306825997	William Beaumont Hospital - Troy	\$ 256,049
1275536344	Zeeland Community Hospital	\$ 27,941
Total		\$ 44,876,359

Michigan Department of Community Health
 Distinct Part Rehabilitation Units and Hospitals
 Fiscal Year 2010 Reductions

MSA 10-28 - Attachment II

Rehab NPI	Facility Name	Reduction Amount
1417994468	Alpena General Hospital	\$ 731
1801860218	Bay Regional Medical Center	\$ 10,239
1285766196	Borgess Hospital	\$ 7,920
1154363406	Botsford Hospital	\$ 4,341
1720265036	Children's Hospital of Michigan	\$ 98,245
1033243399	Community Hospital - Watervliet	\$ 6,454
1144254525	Covenant Medical Center, Inc.	\$ 16,983
1750435962	Crittenton Hospital	\$ 1,521
1841449311	Doctors' Hospital of Michigan	\$ 4,775
1477512424	Edward W. Sparrow Hospital	\$ 14,448
1801883996	Garden City Osteopathic Hospital	\$ 5,223
1164445474	Genesys Regional Medical Center	\$ 12,536
1508830175	Gratiot Medical Center	\$ 8,706
1265426704	Healthsource Saginaw	\$ 3,846
1629233226	Henry Ford Cottage Hospital	\$ 9,417
1942399829	Henry Ford Macomb Hospital	\$ 4,444
1811933641	Henry Ford Macomb Hospital-Warren Campus	\$ 16,842
1992725352	Henry Ford Wyandotte Hospital	\$ 14,995
1851496210	Hurley Medical Center	\$ 42,963
1760589956	Lakeland Hospital - St. Joseph	\$ 1,672
1366493389	Marquette General Hospital	\$ 7,830
1730133463	Mary Free Bed Hospital & Rehabilitation Center	\$ 101,811
1902894512	McLaren Regional Medical Center	\$ 4,078
1285683383	Mecosta County Medical Center	\$ 2,904
1205923414	Memorial Healthcare	\$ 275
NA	Mercy General Health Partners	\$ 9,649
1457383572	Mercy Health Partners - Hackley Campus	\$ 3,455
1427091636	Metro Health Hospital	\$ 2,117
1346253135	MidMichigan Medical Center - Midland	\$ 2,987
1952307852	Munson Medical Center	\$ 15,022
1942370754	Northwestern Michigan Regional Hospital	\$ 673
1225088966	Oakwood Heritage Hospital	\$ 14,571
1376564088	POH Medical Center	\$ 12,976
1255316594	Providence Hospital	\$ 5,863
1245291112	Rehabilitation Institute	\$ 241,592
1481154547	Rogers City Rehabilitation Hospital	\$ 5,300
1801853767	Sinai-Grace Hospital	\$ 34,010
1013229560	Southwest Regional Rehabilitation Hospital	\$ 12,041
1801866942	St. John - North Shores Hospital	\$ 20,829
1033180771	St. John Macomb-Oakland Hospital-Macomb Center	\$ 6,205
1497111518	St. Joseph Mercy Hospital - Ann Arbor	\$ 48,194
1417481713	St. Joseph Mercy Oakland	\$ 2,615
1426135179	St. Joseph Mercy Port Huron	\$ 2,069
1144326380	St. Mary Mercy Hospital	\$ 1,680
1245347343	Three Rivers Health	\$ 18,674
1891757944	University of Michigan Health System	\$ 117,008
1215916812	William Beaumont Hospital - Royal Oak	\$ 19,577
	Total	\$ 996,001

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