

Bulletin Number: MSA 13-02

Distribution: Hospitals

Issued: February 15, 2013

Subject: Establishment of Fiscal Year (FY) 2013 Rural Access Pool

Effective: Upon CMS Approval

Programs Affected: Medicaid

In accordance with Section 1866 of the Michigan Department of Community Health's (MDCH) fiscal year (FY) 2013 appropriation act, Public Act 200 of 2012, a new, one-year \$8,271,293 Rural Access Pool is being established in FY 2013 for hospitals that provide Medicaid services to low-income rural residents.

To be eligible for this pool, hospitals must be categorized by Centers for Medicare and Medicaid Services (CMS) as a sole community hospital, or meet both of the following criteria.

1. A hospital must have 50 or fewer staffed beds. MDCH will calculate staffed beds by dividing the total hospital days reported by the hospital on its Medicaid cost report with a FY ending between October 1, 2010 and September 30, 2011, by the number of days covered in the cost report; and
2. A hospital must be located in a county with a population of not more than 165,000 and within a city, village, or township with a population of not more than 12,000. The population threshold will be measured against population counts from the 2000 federal decennial census.

Each hospital's allocation from this pool will be calculated as the unreimbursed cost the hospital incurred providing inpatient and outpatient services to Michigan Medicaid beneficiaries during its cost period that ended between October 1, 2010 and September 30, 2011. The following gross Medicaid payments from this cost report period will be applied against cost to determine unreimbursed cost: operating, capital, graduate medical education, executive order reductions, and Medicaid Access to Care Initiative (MACI). Hospital-specific amounts are in Attachment 1.

In the aggregate, MDCH reimburses hospitals up to the maximum allowable under the Federal upper payment limits for inpatient and outpatient services provided to Medicaid beneficiaries. To keep total Medicaid fee-for-service payments to hospitals within the Federal upper payment limits, MDCH will reduce the size of the FY 2013 MACI Pool payments by \$8,271,293, the amount of the Rural Access Pool.

Payments made from the Rural Access Pool will be applied against hospitals' inpatient and outpatient settlement limits. Funds paid in excess of these limits will be recovered during settlement and the Federal share returned to the Federal government.

Manual Maintenance

Retain this bulletin until the 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-mailed to 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

A handwritten signature in black ink that reads "Stephen Fitton". The signature is written in a cursive style with a small dot above the letter 'i' in "Fitton".

Stephen Fitton, Director
Medical Services Administration

ATTACHMENT 1

Medicare

ID	Hospital	Outpatient	Inpatient	Total
23-1328	Allegan General Hospital	0	197,316	197,316
23-1333	Aspirus Grand View Hospital	198,336	70,681	269,017
23-1319	Aspirus Keweenaw Hospital	217,066	27,509	244,575
23-1309	Aspirus Ontonagon Hospital	121,977	12,329	134,306
23-1307	Baraga County Memorial Hospital	429,329	13,544	442,873
23-1321	Bell Memorial Hospital	132,114	70,376	202,490
23-2034	Borgess Pipp Hospital	172,812	0	172,812
23-1315	Borgess-Lee Memorial Hospital	406,295	85,810	492,105
23-1332	Bronson Lake View Hospital	372,389	0	372,389
23-1329	Caro Community Hospital	132,917	0	132,917
23-0208	Carson City Osteopathic Hospital	93,108	0	93,108
23-1322	Charlevoix Area Hospital	435,893	0	435,893
23-0239	Chippewa War Memorial Hospital	185,184	0	185,184
23-1326	Clinton Memorial Hospital	181,828	41,166	222,994
23-1311	Deckerville Community Hospital	110,689	0	110,689
23-0055	Dickinson County Memorial Hospital	141,515	0	141,515
23-1324	Eaton Rapids Medical Center	82,987	0	82,987
23-1313	Harbor Beach Community Hospital	63,678	1,814	65,492
23-1327	Hayes Green Beach Memorial Hospital	180,337	109,942	290,279
23-1304	Helen Newberry Joy Hospital	38,073	61,926	99,999
23-1316	Hills & Dales General Hospital	72,630	26,827	99,457
23-0118	Huron Medical Center	171,775	0	171,775
23-1331	Ionia County Memorial Hospital	95,510	18,292	113,802
23-0078	Lakeland Community Hospital - Watervliet	356,575	0	356,575
23-1306	Mackinac Straits Hospital	353,401	29,452	382,853
23-1330	Marlette Regional Hospital	145,053	0	145,053
23-1314	McKenzie Memorial Hospital	80,267	29,896	110,163
23-0105	McLaren-Northern Michigan	0	120,428	120,428
23-0110	Memorial Medical Center of West Michigan	33,133	0	33,133
23-1320	Mercy Health Partners - Lakeshore Campus	0	157,257	157,257
23-1325	Mid Michigan Medical Center - Gladwin	8,664	0	8,664
23-1308	Munising Memorial Hospital	96,981	30,954	127,935
23-1318	Northstar Health Systems	216,562	0	216,562
23-0217	Oaklawn Hospital	211,231	0	211,231
23-1300	Paul Oliver Memorial Hospital	62,288	0	62,288
23-0108	Portage Health Hospital	59,118	0	59,118
23-1305	Saint Mary's Standish Community Hospital	106,131	0	106,131
23-1310	Scheurer Hospital	150,279	1,208	151,487
23-1303	Schoolcraft Memorial Hospital	144,708	7,097	151,805
23-1312	Sheridan Community Hospital	15,300	20,827	36,127
23-1323	Spectrum Health - Reed City Campus	99,293	0	99,293
23-1317	Spectrum Health United Memorial - Kelsey Campus	145,450	25,550	171,000
23-0101	St. Francis Hospital	315,014	148,118	463,132
23-0241	St. John River District Hospital	0	59,933	59,933
23-0069	St. Joseph Mercy Livingston Hospital	267,151	0	267,151
Total		6,903,041	1,368,252	8,271,293