

**TRANSMITTAL AND NOTICE OF APPROVAL OF  
STATE PLAN MATERIAL  
FOR: HEALTH CARE FINANCING ADMINISTRATION**

1. TRANSMITTAL NUMBER: 15 - 0006	2. STATE: Michigan
3. PROGRAM IDENTIFICATION: TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID) TITLE XIX OF THE SOCIAL SECURITY ACT (MEDICAID)	
4. PROPOSED EFFECTIVE DATE April 1, 2015	

TO: REGIONAL ADMINISTRATOR  
HEALTH FINANCING ADMINISTRATION  
DEPARTMENT OF HUMAN SERVICES

5. TYPE OF PLAN MATERIAL (*Check One*):

NEW STATE PLAN       AMENDMENT TO BE CONSIDERED AS NEW PLAN       AMENDMENT

COMPLETE BLOCKS 6 THRU 10 IF THIS IS AN AMENDMENT (*Separate Transmittal for each amendment*)

6. FEDERAL STATUTE/REGULATION CITATION:  
42 CFR 447.201

7. FEDERAL BUDGET IMPACT:  
a. FFY 2015 \$52,432,000  
b. FFY 2016 \$52,480,000

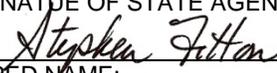
8. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT:  
Attachment 4.19-A, Page 24c

9. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (*If Applicable*):  
Attachment 4.19-A, Page 24c

10. SUBJECT OF AMENDMENT:  
Outpatient Disproportionate Share Hospital (DSH) Pool Increase

11. GOVERNOR'S REVIEW (*Check One*):

GOVERNOR'S OFFICE REPORTED NO COMMENT       OTHER, AS SPECIFIED:  
 COMMENTS OF GOVERNOR'S OFFICE ENCLOSED      Stephen Fitton, Director  
 NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL      Medical Services Administration

12. SIGNATURE OF STATE AGENCY OFFICIAL:  


13. TYPED NAME:  
Stephen Fitton

14. TITLE:  
Director, Medical Services Administration

15. DATE SUBMITTED:  
June 9, 2015

16. RETURN TO:  
Medical Services Administration  
Actuarial Division - Federal Liaison  
Capitol Commons Center - 7<sup>th</sup> Floor  
400 South Pine  
Lansing, Michigan 48933  
Attn: Erin Black

**FOR REGIONAL OFFICE USE ONLY**

17. DATE RECEIVED:	18 DATE APPROVED:
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**PLAN APPROVED – ONE COPY ATTACHED**

19. EFFECTIVE DATE OF APPROVED MATERIAL:	20. SIGNATURE OF REGIONAL OFFICIAL:
21. TYPE NAME:	22. TITLE:

23. REMARKS:



STATE OF MICHIGAN  
DEPARTMENT OF COMMUNITY HEALTH  
LANSING

RICK SNYDER  
GOVERNOR

NICK LYON  
DIRECTOR

March 6, 2015

NAME  
TITLE  
ADDRESS  
CITY STATE ZIP

Dear Tribal Chair and Health Director:

**RE: Fiscal Year 2015 Outpatient Disproportionate Share Hospital Pool**

This letter, in compliance with Section 1902(a)(73) and Section 2107(e)(1)(C) of the Social Security Act, serves as notice of intent to all Tribal Chairs and Health Directors of the request by the Michigan Department of Community Health (MDCH) to submit a State Plan Amendment.

Pending approval by the Centers for Medicare and Medicaid Services (CMS), the Michigan Medicaid State Plan will be modified to reflect a funding increase for the Outpatient Disproportionate Share Hospital (DSH) Pool. Beginning April 1, 2015 the Pool will increase from \$60,000,000 to \$145,000,000. Of the total \$85,000,000 increase, \$65,000,000 will be distributed to large/urban hospitals, and \$15,000,000 will be distributed to small/rural hospitals. The distribution methodology will be consistent with standing MDCH policy.

The remaining \$5,000,000 of the increase will be allocated to large/urban hospitals using existing MDCH policy, but adjusted for Medicare's Value Based Purchasing factor to recognize high quality. These changes will be implemented in a manner that is budget neutral to the State of Michigan. The State of Michigan expects these changes will have no impact on tribal members.

There is no public hearing scheduled for this State Plan Amendment. Input regarding this Amendment is highly encouraged and comments regarding this Notice of Intent may be submitted to Lorna Elliott-Egan, MDCH Liaison to the Michigan Tribes. Lorna can be reached at 517-373-4963 or via e-mail at [Elliott-EganL@michigan.gov](mailto:Elliott-EganL@michigan.gov). **Please provide all input by April 7, 2015.**

In addition, MDCH is offering to set up group or individual meetings for the purposes of consultation in order to discuss this Amendment, according to the tribes' preference. This consultation meeting will allow tribes the opportunity to address any concerns and voice any suggestions, revisions, or objections to be relayed to the author of the proposal. If you would like additional information or wish to schedule a consultation meeting, please contact Lorna Elliott-Egan at the telephone number or email address provided above.

L 15-18  
March 6, 2015  
Page 2

MDCH appreciates the continued opportunity to work collaboratively with you to care for the residents of our state.

Sincerely,



Stephen Fitton, Director  
Medical Services Administration

cc: Leslie Campbell, Region V, CMS  
Pamela Carson, Region V, CMS  
Ashley Tuomi, MHPA, Executive Director, American Indian Health and Family Services of  
Southeastern Michigan  
L. John Lufkins, Executive Director, Inter-Tribal Council of Michigan, Inc.  
Jenny Jenkins, Acting Area Director, Indian Health Service - Bemidji Area Office  
Lorna Elliott-Egan, MDCH

**Distribution List for L 15-18  
March 6, 2015**

Mr. Levi Carrick, Sr., Tribal Chairman, Bay Mills Indian Community  
Ms. Audrey Breakie, Health Director, Bay Mills (Ellen Marshall Memorial Center)  
Mr. Alvin Pedwaydon, Tribal Chairman, Grand Traverse Band Ottawa & Chippewa Indians  
Ms. Loi Chambers, Health Director, Grand Traverse Band Ottawa/Chippewa  
Mr. Kenneth Meshigaud, Tribal Chairman, Hannahville Indian Community  
Ms. G. Susie Meshigaud, Health Director, Hannahville Health Center  
Mr. Donald Shalfoe Sr., President, Keweenaw Bay Indian Community  
Ms. Carole LaPointe, Health Director, Keweenaw Bay Indian Community - Donald Lapointe Health/Educ Facility  
Mr. James Williams, Jr., Tribal Chairman, Lac Vieux Desert Band of Lake Superior Chippewa Indians  
Ms. Sadie Valliere, Health & Human Services Director, Lac Vieux Desert Band  
Mr. Larry Romanelli, Ogema, Little River Band of Ottawa Indians  
Ms. Jessica Burger, Acting Health Director, Little River Band of Ottawa Indians  
Mr. Fred Kiogima, Tribal Chairman, Little Traverse Bay Band of Odawa Indians  
Ms. Sharon Sierzputowski, Health Director, Little Traverse Bay Band of Odawa  
Mr. DK Sprague, Tribal Chairman, Match-E-Be-Nash-She-Wish Potawatomi Indians (Gun Lake Band)  
Ms. Phyllis Davis, Health Director, Match-E-Be-Nash-She-Wish Potawatomi  
Mr. Homer Mandoka, Vice Tribal Chairman, Nottawaseppi Huron Band of Potawatomi Indians  
Ms. Rosalind Johnston, Health Director, Huron Potawatomi Inc.- Tribal Health Department  
Mr. John Warren, Tribal Chairman, Pokagon Band of Potawatomi Indians  
Mr. Matt Clay, Health Director, Pokagon Potawatomi Health Services  
Mr. Steve Pego, Tribal Chief, Saginaw Chippewa Indian Tribe  
Mrs. Karmen Fox, Executive Health Director, Nimkee Memorial Wellness Center  
Mr. Aaron Payment, Tribal Chairman, Sault Ste. Marie Tribe of Chippewa Indians  
Ms. Bonnie Culfa, Health Director, Sault Ste. Marie Tribe of Chippewa Indians - Health Center

CC: Leslie Campbell, Region V, CMS  
Pamela Carson, Region V, CMS  
Ashley Tuomi, MHPA, Executive Director, American Indian Health and Family Services of Southeastern Michigan  
L. John Lufkins, Executive Director, Inter-Tribal Council of Michigan, Inc.  
Jenny Jenkins, Acting Area Director, Indian Health Service - Bemidji Area Office  
Lorna Elliott-Egan, MDCH



# Order Confirmation

Ad Order Number 0007254014

**Customer**

Account: 1000813740  
MICHIGAN DEPARTMENT OF COMMUNITY HEALTH  
PO BOX 30479  
LANSING MI 48909 USA  
(517)241-9444

**Payor Customer**

Account: 1000813740  
MICHIGAN DEPARTMENT OF COMMUNITY HEALTH  
PO BOX 30479  
LANSING MI 48909 USA  
(517)241-9444

PO Number

Sales Rep. kjones3

Order Taker kjones3

Order Source

Special Pricing

FAX:

smithp2@michigan.gov

Tear Sheets	1	Net Amount	\$801.56
Proofs	0	Tax Amount	\$0.00
Affidavits	0	Total Amount	\$801.56
Blind Box		Payment Method	Invoice
Promo Type		Payment Amount	\$0.00
Materials		Amount Due	\$801.56
Invoice Text	OUTPATIENT UNCOMPENSATED CARE DIS		

## Ad Schedule

<b>Product</b> Flint Journal	<b>Placement/Class</b> Announcements
<b># Inserts</b> 1	<b>POS/Sub-Class</b> Public Notices - Public Notices
<b>Cost</b> \$213.73	<b>AdNumber</b> 0007254014-01
<b>Ad Type</b> CLS Liner	<b>Ad Size</b> 1 X 68 li
<b>Pick Up #</b>	<b>Ad Attributes</b>
<b>External Ad #</b>	<b>Color</b> <NONE>
<b>Production Method</b> AdBooker	<b>Production Notes</b>
<b>Run Dates</b> 03/26/2015	<b>Sort Text</b> PUBLICNOTICEMICHIGANDEPARTMENTOFCOMMUNITYHEALTHMEDICALSERVICESADMINISTRATIONOUTPATIENT

<b>Product</b> MMG_Other Premium	<b>Placement/Class</b> Announcements
<b># Inserts</b> 1	<b>POS/Sub-Class</b> Public Notices - Public Notices
<b>Cost</b> \$72.23	<b>AdNumber</b> 0007254014-01
<b>Ad Type</b> CLS Liner	<b>Ad Size</b> 1 X 68 li
<b>Pick Up #</b>	<b>Ad Attributes</b>
<b>External Ad #</b>	<b>Color</b> <NONE>
<b>Production Method</b> AdBooker	<b>Production Notes</b>
<b>Run Dates</b> 03/26/2015	<b>Sort Text</b> PUBLICNOTICEMICHIGANDEPARTMENTOFCOMMUNITYHEALTHMEDICALSERVICESADMINISTRATIONOUTPATIENT

<b>Product</b> Grand Rapids Press	<b>Placement/Class</b> Announcements
<b># Inserts</b> 1	<b>POS/Sub-Class</b> Public Notices - Public Notices
<b>Cost</b> \$286.18	<b>AdNumber</b> 0007254014-01
<b>Ad Type</b> CLS Liner	<b>Ad Size</b> 1 X 68 li
<b>Pick Up #</b>	<b>Ad Attributes</b>
<b>External Ad #</b>	<b>Color</b> <NONE>
<b>Production Method</b> AdBooker	<b>Production Notes</b>
<b>Run Dates</b> 03/26/2015	<b>Sort Text</b> PUBLICNOTICEMICHIGANDEPARTMENTOFCOMMUNITYHEALTHMEDICALSERVICESADMINISTRATIONOUTPATIENT

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<i>Product</i>	Kalamazoo Gazette	<i>Placement/Class</i>	Announcements
<i># Inserts</i>	1	<i>POS/Sub-Class</i>	Public Notices - Public Notices
<i>Cost</i>	\$108.50	<i>AdNumber</i>	0007254014-01
<i>Ad Type</i>	CLS Liner	<i>Ad Size</i>	1 X 68 II
<i>Pick Up #</i>		<i>Ad Attributes</i>	
<i>External Ad #</i>		<i>Color</i>	<NONE>
<i>Production Method</i>	AdBooker	<i>Production Notes</i>	
<i>Run Dates</i>	<i>Sort Text</i>	PUBLICNOTICEMICHIGANDEPARTMENTOFCOMMUNITYHEALTHMEDICALSERVICESADMINISTRATIONOUTPATIENT	
03/28/2015			

<i>Product</i>	Saginaw News	<i>Placement/Class</i>	Announcements
<i># Inserts</i>	1	<i>POS/Sub-Class</i>	Public Notices - Public Notices
<i>Cost</i>	\$115.92	<i>AdNumber</i>	0007254014-01
<i>Ad Type</i>	CLS Liner	<i>Ad Size</i>	1 X 68 II
<i>Pick Up #</i>		<i>Ad Attributes</i>	
<i>External Ad #</i>		<i>Color</i>	<NONE>
<i>Production Method</i>	AdBooker	<i>Production Notes</i>	
<i>Run Dates</i>	<i>Sort Text</i>	PUBLICNOTICEMICHIGANDEPARTMENTOFCOMMUNITYHEALTHMEDICALSERVICESADMINISTRATIONOUTPATIENT	
03/28/2015			

Ad Content Proof

**PUBLIC NOTICE  
Michigan Department  
of Community Health  
Medical Services  
Administration**

**Outpatient Uncompensated  
Care Disproportionate Share  
Hospital (DSH)  
Pool Size Change**

Beginning April 1, 2015, the Michigan Department of Community Health (MDCH) will increase the FY 2015 Outpatient Uncompensated Care DSH pool from \$60 million to \$145 million. The \$85 million increase is split, with \$65 million to be distributed to large/urban hospitals, and \$15 million to be distributed to small/rural hospitals. The pool will remain at this amount for subsequent fiscal years. Distributions to hospitals from the pool will be consistent with current distribution methodology. The remaining \$5 million of the increase will be allocated to large/urban hospitals using existing MDCH policy, but adjusted for Medicare's Value Based Purchasing factor to recognize high quality. These changes will be completed in a manner that is budget neutral to the State of Michigan.

**Comments**

Any comments on, or requests for copies of the Notice of Proposed Policy may be submitted in writing to: Michigan Department of Community Health, Actuarial Division, Bureau of Medicaid Policy and Health System Innovation, Attention Ben Ayres, P.O. Box 30479, Lansing, Michigan 48909-7979. Written comments may be reviewed by the public at Capitol Commons Center, 400 South Pine Street, Lansing, Michigan. Request for copies and comments must include the project number. There is no public hearing scheduled for this proposed policy.