

Bulletin Number: MSA 09-40

Distribution: Hospitals

Issued: July 15, 2009

Subject: Selection of Disproportionate Share Hospital (DSH) Ceiling Calculation Option

Effective: August 15, 2009

Programs Affected: Medicaid

The purpose of this policy is to attain compliance with Final Rule CMS-2198-F, Medicaid Program; Disproportionate Share Hospital Payments, published in the Federal Register on December 19, 2008. The final rule established the data elements necessary to comply with the requirements of Section 1923(j) of the Social Security Act related to auditing and reporting of DSH payments.

The Michigan Department of Community Health (MDCH) historically allowed DSH hospitals to elect to use only inpatient data or a combination of inpatient and outpatient data in the calculation of hospital-specific DSH ceiling calculations. As a result of the guidelines established in Final Rule CMS-2198-F, MDCH will now utilize both inpatient and outpatient data in the calculation of hospital-specific DSH ceilings.

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-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, Acting Director
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