FFY13 Disproportionate Share Hospital (DSH) Calculation Clarification

OHCA PRN 2012-09

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Hospital Administrators

This letter is to update you on some recent changes to the Disproportionate Share Hospital (DSH) calculation.

OHCA received clarification that the DSH calculation should include 100% of the supplemental hospital offset payment program (SHOPP) payments, and none of the SHOPP assessment fees.

For FFY11, no SHOPP payments were included in the original upper payment limit (UPL) formula. The FFY11 DSH was calculated and all payments were made prior to SHOPP being approved by the Centers for Medicare and Medicaid Services (CMS).

For FFY12, 100% of the SHOPP assessment fees were netted against 100% of the payments in the original DSH UPL calculation. Changing the FFY11 and FFY12 calculations could cause some hospitals to lose DSH eligibility and/or payments to exceed the hospital specific DSH UPL. OHCA will allow the normal DSH auditing process to correct this issue to minimize DSH recoupments and reallocations for FFY11 and FFY12.

For FFY13, based on the clarification regarding the application of the SHOPP assessments and payments to the DSH UPL calculation, the SHOPP assessment fees were excluded and 100% of the SHOPP payments were applied to the DSH UPL calculation.

To review the calculation for FFY13, please go to www.okhca.org. In the Provider Section, click the drop down menu, then choose DSH Forms and Reports.

If you have any questions or require additional information please contact Kelly Taylor at (405) 522-7108. You may also contact OHCA by e-mail at ProvReimb@okhca.org.

Thank you for your continued service to Oklahoma’s SoonerCare members and the uninsured.