

MDHHS Outpatient Prospective Payment System Reduction Factor History

Reimbursement to outpatient hospitals, including off-campus satellite clinics, rural emergency hospitals, hospital-owned ambulance services, freestanding dialysis centers, comprehensive outpatient rehabilitation facilities (CORFs), rehabilitation agencies for outpatient services, and ambulatory surgical centers (ASCs) is made in accordance with Medicaid's Outpatient Prospective Payment System (OPPS). No facilities (i.e. critical access or children's hospitals) are excluded from Medicaid's Ambulatory Payment Classification reimbursement methodology. Payment made under OPPS is calculated utilizing current Medicare rates, with a MDHHS reduction factor applied, unless otherwise noted in Outpatient Section of the Medicaid Provider Manual, Hospital Chapter Appendix. Effective January 1, 2020, separate OPPS reductions factors are established for Critical Access Hospitals (CAHs) and non-CAHs.

Below is a historical listing of the MDHHS reduction factor and a list of Critical Access Hospitals.

MDHHS OPPS Reduction Factor		
Effective Dates	All Other Facilities (Non-CAHs)	Critical Access Hospitals
4/1/07 – 7/31/07	67.4%	67.4%
8/1/07 – 12/31/07	63.0%	63.0%
1/1/08 – 12/31/08	60.9%	60.9%
1/1/09 – 12/31/09	58.8%	58.8%
1/1/10 – 12/31/10	57.6%	57.6%
1/1/11 – 12/31/11	56.4%	56.4%
1/1/12 – 12/31/12	55.3%	55.3%
1/1/13 – 12/31/13	54.3%	54.3%
1/1/14 – 12/31/14	53.4%	53.4%
1/1/15 – 12/31/15	52.3%	52.3%
1/1/16 – 12/31/16	52.6%	52.6%
1/1/17 – 12/31/17	51.7%	51.7%
1/1/18 – 12/31/18	50.9%	50.9%
1/1/19 – 12/31/19	50.7%	50.7%
1/1/20 – 3/31/20	50.3%	71.7%
4/1/20 – 9/30/20	53.8%	75.2%
10/1/20 – 12/31/20	61.0%	82.4%
1/1/21 – 12/31/21	59.5%	80.4%
1/1/22 – 12/31/22	58.5%	79.1%
1/1/23 – 12/31/23	55.8%	75.4%
1/1/24 – 12/31/24	54.7%	73.8%
1/1/25 – 12/31/25	53.6%	72.3%
1/1/26 – ongoing	52.3%	70.5%

Critical Access Hospital (CAH) List		
Outpatient NPI	Medicare Number	Hospital Name
1295803377	23-1328	Allegan General Hospital
1649297342	23-1333	Aspirus Grand View Hospital
1497750830	23-1318	Aspirus Iron River Hospital & Clinics
1326115569	23-1319	Aspirus Keweenaw Hospital
1598818403	23-1309	Aspirus Ontonagon Hospital
1558479824	23-1307	Baraga County Memorial Hospital
1699101345	23-1321	Bell Memorial Hospital
1194771030	23-1315	Borgess-Lee Memorial Hospital
1962508259	23-1332	Bronson Lake View Hospital
1073568978	23-1329	Caro Community Hospital
1093809824	23-1326	Clinton Memorial Hospital
1619095718	23-1311	Deckerville Community Hospital
1417044660	23-1324	Eaton Rapids Medical Center
1124089743	23-1313	Harbor Beach Community Hospital
1942254529	23-1327	Hayes Green Beach Memorial Hospital
1497742050	23-1304	Helen Newberry Joy Hospital
1154367001	23-1316	Hills & Dales General Hospital
1578745543	23-1316	Hills & Dales General Hospital
1518991744	23-1340	Huron Memorial Hospital - McLaren Thumb Region ¹
1700820065	23-1331	Ionia County Memorial Hospital
1497751309	23-1301	Kalkaska Memorial Health Center
1124283502	23-1306	Mackinac Straits Hospital
1346325214	23-1330	Marlette Regional Hospital
1841188604	23-1342	Marshfield Medical Center - Dickinson ²
1497750608	23-1314	McKenzie Memorial Hospital
1285662981	23-1320	Mercy Health Partners - Lakeshore Campus
1235248071	23-1325	Mid Michigan Medical Center - Gladwin
1417035536	23-1308	Munising Memorial Hospital
1346260692	23-1322	Munson Healthcare Charlevoix Hospital
1427054360	23-1300	Paul Oliver Memorial Hospital
1982665642	23-1334	ProMedica Herrick Hospital
1659465094	23-1305	Saint Mary's Standish Community Hospital
1437102993	23-1310	Scheurer Hospital
1700805157	23-1303	Schoolcraft Memorial Hospital
1689618324	23-1312	Sheridan Community Hospital
1437259843	23-1323	Spectrum Health - Reed City Campus

¹ CAH status effective January 30, 2021

² CAH status effective December 17, 2025

Critical Access Hospital (CAH) List Continued		
Outpatient NPI	Medicare Number	Hospital Name
1538239892	23-1323	Spectrum Health - Reed City Campus
1063836963	23-1338	Spectrum Health Gerber Memorial
1932695525	23-1339	Spectrum Health Pennock
1538102173	23-1317	Spectrum Health United Memorial - Kelsey Campus
1922058551	23-1337	St. Francis Hospital & Medical Group