

MICHIGAN DEPARTMENT OF HEALTH AND HUMAN SERVICES

NOTICE OF PROPOSED POLICY

Public Act 280 of 1939, as amended, and consultation guidelines for Medicaid policy provide an opportunity to review proposed changes in Medicaid policies and procedures.

Please review the policy summary and the attached materials that describe the specific changes being proposed. Let us know why you support the change or oppose the change.

Submit your comments to the analyst by the due date specified. Your comments must be received by the due date to be considered for the final policy bulletin.

Thank you for participating in the consultation process.



Director, Program Policy Division
Bureau of Medicaid Policy and Health System Innovation

Project Number:	1559-MACI	Comments Due:	December 23, 2015	Proposed Effective Date:	February 1, 2016
------------------------	-----------	----------------------	-------------------	---------------------------------	------------------

Mail Comments to: Jason Jorkasky
Bureau of Medicaid Operations and Actuarial Services
Medical Services Administration
P.O. Box 30479
Lansing, Michigan 48909-7979

Telephone Number: 517-335-0215 **Fax Number:** 517-241-5112
E-mail Address: jorkaskyj@michigan.gov

Policy Subject: Outpatient Hospital Medicaid Access to Care Initiative (MACI) Pool Allocation

Affected Programs: Medicaid, Children's Special Health Care Services (CSHCS)

Distribution: Hospitals

Policy Summary: This policy modifies the underlying data used to allocate the outpatient MACI pools.

Purpose: To update the outpatient MACI allocation to have a common 12-month data period for all hospitals and to be consistent with the inpatient MACI allocation method.

Proposed Policy Draft

Michigan Department of Health and Human Services
Medical Services Administration

Distribution: Hospitals

Issued: January 1, 2016 (Proposed)

Subject: Outpatient Medicaid Access to Care Initiative (MACI) Pool Allocation

Effective: February 1, 2016 (Proposed)

Programs Affected: Medicaid, Children's Special Health Care Services (CSHCS)

NOTE: Implementation of this policy is contingent upon State Plan Amendment approval from the Centers for Medicare & Medicaid Services (CMS).

The Michigan Department of Health and Human Services (MDHHS) will modify the underlying data it uses to allocate payments from the outpatient MACI pools. MDHHS has historically used Fee-for-Service (FFS) outpatient hospital payments from hospital cost reports with fiscal years ending during the second previous state fiscal year to allocate payment shares from this pool. Beginning in State fiscal year 2016, to determine each hospital's share of an outpatient hospital MACI pool, MDHHS will use paid claims for the fiscal year ending two years prior to the current fiscal year. Claims will be restricted to those paid by June 30th of the following year. For example, paid claims from fiscal year 2014 paid by June 30, 2015 will be used to allocate the fiscal year 2016 MACI payments.

The paid claims file will include all Medicaid FFS claims payments made for both Medicaid and CSHCS eligible beneficiaries. Paid claims will include those with other insurance and patient-pay amounts. Outpatient services will include both acute and rehabilitation services. Graduate Medical Education (GME), and Disproportionate Share Hospital (DSH) payments will not be included in the paid claims file used to distribute the outpatient MACI pools.

The only change imposed by this policy is the data source used to allocate the outpatient MACI pools.