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Dear Hospital Administrators and CFOs,

Please find attached a preliminary FY-19 DSH model. We ask that you review the hospital specific data related to your facility. If you find changes are required, please submit this information to Myers & Stauffer by Monday, December 10, 2018.

Hospital outpatient claims were adjusted by the Division of Medicaid (DOM), United Healthcare and Magnolia Health Plan to reprocess any outpatient claims with dates of service on or after July 1, 2017 that were paid using the FY-17 OPPS Fee Schedule. The mass adjustments appropriately priced those claims using the FY-18 OPPS Fee Schedule. Since the mass adjustments occurred after the 2017 PS&Rs were run, the results of these adjustments will be included on the DSH model in addition to the data from the PS&Rs for providers whose cost reporting period ended after June 30, 2017. DOM released the fee-for-service mass adjustment on the June 6, 2018 remittance advice. United performed an initial mass adjustment November 27, 2017 and an additional adjustment June 2018. Magnolia performed mass adjustments that spanned from November 2017 to June 2018.

Questions regarding the data may be directed to the Mississippi DSH e-mail address of msdsh@mslc.com or you may call Myers & Stauffer at (800) 374-6858. If we receive your changes by December 10, 2018, they will be incorporated into the model and reflected in the December payments. Corrections submitted after December 10, 2018, but no later than January 31, 2019, will be incorporated for subsequent payment installments. This compressed review schedule is necessary to meet the payment deadline of December 31 in state law.

The FY-19 tax spreadsheet is also attached for informational purposes. State law requires that DOM collect the state share of tax related to DSH payments in three equal installments. State law also requires the assessments related to the state share of Mississippi Hospital Access Program (MHAP) payments made through the Mississippi CAN coordinated care organizations (CCO) and the \$102.9 million hospital assessment be assessed monthly and collected in September, December and monthly, thereafter, from January 2019 through June 2019. In a separate e-mail, your hospital will receive an invoice for the taxes due in December.

The Division of Medicaid will distribute DSH funds in accordance with state law. The collection of tax will also be processed in accordance with state law. The due date for the tax is December 17, 2018, with payment of the first DSH installment expected on the December 24, 2018 remittance advice.

Thank you for your immediate attention to this matter.

Sincerely,

Drew L. Snyder Executive Director