



TOBY DOUGLAS
DIRECTOR

State of California—Health and Human Services Agency
Department of Health Care Services



EDMUND G. BROWN JR.
GOVERNOR

October 28, 2013

PPL: 13-007

To: PUBLIC HOSPITAL COUNTY ADMINISTRATIVE OFFICERS
PUBLIC HOSPITAL COUNTY HEALTH EXECUTIVES

**SUBJECT: AB 85 Historical Data Submission – Reporting DSH payments and
SNCP Payments and MCE OON IGTs**

Purpose

The purpose of this policy and procedure letter is to provide guidance to the Public Hospital Health System Counties regarding the reporting of Disproportionate Share Hospital Payments (DSH), Safety Net Care Pool Payments (SNCP) and Medicaid Coverage Expansion Out-of-Network Intergovernmental Transfers (MCE OON IGTs). This letter also serves to provide additional clarification regarding the exclusion of jail health.

Background

On October 1, 2013, the Department of Health Care Services (DHCS) released guidance to the public hospital counties regarding the submission of historical data. The data submission form and companion guide instructed counties to report county cost and revenue data, which included the reporting of DSH, SNCP, MCE OON and excluded all costs and revenues attributed to jail health. DHCS is releasing additional guidance, which is highlighted in the sections below.

DSH/SNCP Payments

DHCS is releasing tentative DSH and SNCP payment amounts to be used in the county's historical data submission, which is due by October 31, 2013. Attached are the DSH/SNCP Tentative Payments to be reported by the counties. Please note that during the week of November 18th, DHCS will release updated DSH and SNCP payment

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amounts for fiscal years (FY) 2008-09 through FY 2010-11 based on the P14 workbooks as of October 23, 2013. DHCS will release updated DSH and SNCP payment amounts for FY 2011-12 based on the P14 workbooks received as of November 15, 2013. The DSH and SNCP payment amounts released by DHCS during the week of November 18, 2013, will be considered final for purposes of the AB 85 historical calculations. However, these amounts may vary from the final reconciliations based on the audited P14s that will be conducted at a later date.

Within 7 calendar days after the release of the revised DSH and SNCP payment amounts and only to the extent that the payment amounts differ from those provided on October 28, 2013, the public hospital counties will be required to submit revised historical data submission forms to DHCS.

MCE OON IGTs

Please report the full amount of the county's estimated MCE OON IGT contribution. Attached are the DPH MCE OON IGT allocations to be reported by the counties.

Jail Health

The historical data submission companion guide released on October 1, 2013 instructed counties to exclude jail health and prison health services from the costs and revenues reported. To clarify, all services to all county jail and prison inmates, whether they are Medi-Cal, MCE, or have no source of federal coverage should be excluded from Medi-Cal, uninsured and other payer costs and revenues. These services should also be excluded from the county's health realignment, county general fund, special local funds and any other funding used to provide such services.

Should you have any questions, please contact Michelle Gibbons at (916) 552-8494 or AB85@dhcs.ca.gov.

Thank you,

Originals Signed by Meredith Wurden for Pilar Williams

Pilar Williams
Deputy Director, Health Care Financing

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Enclosures:

- DSH/SNCP Tentative Payment Amounts
- MCE OON DPH IGT allocations

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