



COLORADO DEPARTMENT OF HEALTH CARE POLICY & FINANCING

1570 Grant Street, Denver, CO 80203-1818 • (303) 866-2993 • (303) 866-4411 Fax

John W. Hickenlooper, Governor • Susan E. Birch MBA, BSN, RN, Executive Director

February 1, 2014

The Honorable Crisanta Duran, Chair
Joint Budget Committee
200 East 14th Avenue, Third Floor
Denver, CO 80203

Dear Representative Duran:

Enclosed please find a legislative report to the Joint Budget Committee from the Department of Health Care Policy and Financing in response to Legislative Request for Information (LRFI) #5:

Department of Health Care Policy and Financing, Indigent Care Program, Safety Net Provider Payments – The Department is requested to submit a report by February 1 of each year, to the Joint Budget Committee, estimating the disbursement to each hospital from the Safety Net Provider Payments line item.

The Safety Net Provider Payment line item funds payments to public-owned and private-owned hospitals that participate in the Colorado Indigent Care Program (CICP). These payments are funded with hospital provider fees and federal matching funds under the disproportionate share hospital (DSH) allotment and available Medicaid upper payment limit (UPL). The Safety Net Provider Payments for FY 2013-14 are estimated to be \$297,451,371 and have been approved by the Hospital Provider Fee Oversight and Advisory Board. See the attached Table 1.

The payments for FY 2013-14 assumed a reduction in DSH payments prescribed under the Affordable Care Act beginning in federal fiscal year 2013-14. However, under the Bipartisan Budget Act of 2013 (House Joint Resolution 59) – passed in late December 2013 – the reductions for federal fiscal year 2013-14 were eliminated entirely and the reductions scheduled for future years were delayed by one year. Changes to the Safety Net Provider Payments due to the reversal of the DSH reduction has not yet been approved by the Hospital Provider Fee Oversight and Advisory Board nor incorporated into the estimates presented in this LRFI response. Final payments will be reported in the *Medically Indigent and Colorado Indigent Care Program Fiscal Year 2013-14 Annual Report*, which will be published February 1, 2015.

If you require further information or have additional questions, please contact the Department's Legislative Liaison, MaryKathryn Hurd, at MK.Hurd@state.co.us or 303-547-8494.

Sincerely,

A handwritten signature in blue ink, appearing to read 'Susan E. Birch', written over a circular stamp or seal.

Susan E. Birch, MBA, BSN, RN
Executive Director

SEB/mal

Enclosure(s): Legislative Request for Information #5

Legislative Request for Information #5

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Cc: Senator Pat Steadman, Vice-Chair, Joint Budget Committee
Representative Jenise May, Joint Budget Committee
Representative Cheri Gerou, Joint Budget Committee
Senator Mary Hodge, Joint Budget Committee
Senator Kent Lambert, Joint Budget Committee
John Ziegler, Staff Director, JBC
Kevin Neimond, JBC Staff
Eric Kurtz, JBC Analyst
Henry Sobanet, Director, Office of State Planning and Budgeting
Erick Scheminske, Deputy Director, Office of State Planning and Budgeting
Bettina Schneider, Budget Analyst, Office of State Planning and Budgeting
Katherine Blair, Health Policy Advisor, Governor's Office
Legislative Council Library
State Library
Susan E. Birch, MBA, BSN, RN, Executive Director
John Bartholomew, Finance Office Director
Suzanne Brennan, Health Programs Office Director
Antoinette Taranto, Acting Client Services Eligibility & Enrollment Office Director
Tom Massey, Policy and Communications Office Director
MaryKathryn Hurd, Legislative Liaison
Rachel Reiter, Communications Director

Table 1			
FY 2013-14 Estimated CICP Provider Payments			
Name	CICP Disproportionate Share Hospital	CICP Upper Payment Limit	Total CICP
<i>Public Hospitals</i>			
Arkansas Valley Regional Medical Center	\$ 99,012	\$ 1,352,683	\$ 1,451,695
Aspen Valley Hospital	\$ 536,436	\$ 821,706	\$ 1,358,142
Delta County Memorial Hospital	\$ 255,021	\$ 387,386	\$ 642,407
Denver Health Medical Center	\$ 49,308,708	\$ 37,679,502	\$ 86,988,210
East Morgan County Hospital	\$ 450,231	\$ 682,463	\$ 1,132,694
Estes Park Medical Center	\$ 64,451	\$ 146,247	\$ 210,699
Grand River Medical Center	\$ 160,670	\$ 248,398	\$ 409,068
Gunnison Valley Hospital	\$ 570,952	\$ 868,838	\$ 1,439,790
Heart of the Rockies Regional Medical Center	\$ 493,725	\$ 784,387	\$ 1,278,113
Kremmling Memorial Hospital	\$ 145,739	\$ 213,374	\$ 359,113
Melissa Memorial Hospital	\$ 40,184	\$ 177,629	\$ 217,814
The Memorial Hospital	\$ 465,386	\$ 724,431	\$ 1,189,817
Memorial Hospital	\$ 13,708,186	\$ 10,434,282	\$ 24,142,468
Montrose Memorial Hospital	\$ 1,775,176	\$ 2,727,796	\$ 4,502,972
North Colorado Medical Center	\$ 7,828,211	\$ 6,170,655	\$ 13,998,867
Poudre Valley Hospital	\$ 6,607,616	\$ 5,184,117	\$ 11,791,733
Prowers Medical Center	\$ 3,397	\$ 667,951	\$ 671,349
Sedgwick County Memorial Hospital	\$ 54,978	\$ 84,665	\$ 139,644
Southeast Colorado Hospital	\$ 15,031	\$ 164,397	\$ 179,428
Southwest Memorial Hospital	\$ 349,944	\$ 535,896	\$ 885,840
Spanish Peaks Regional Health Center	\$ 159,547	\$ 249,171	\$ 408,718
St. Vincent General Hospital District	\$ 7,682	\$ 68,161	\$ 75,843
University of Colorado Hospital	\$ 36,991,310	\$ 14,370,378	\$ 51,361,688
Wray Community District Hospital	\$ 22,234	\$ 35,141	\$ 57,375
Yuma District Hospital	\$ 164,244	\$ 264,810	\$ 429,054
<i>Public Hospitals Total</i>	\$ 120,278,073	\$ 85,044,465	\$ 205,322,538

Table 1			
FY 2013-14 Estimated CICP Provider Payments			
Name	CICP Disproportionate Share Hospital	CICP Upper Payment Limit	Total CICP
<i>Private Hospitals</i>			
Boulder Community Hospital	\$ 3,096,587	\$ 1,452,575	\$ 4,549,162
Centura Health - Penrose -St. Francis Health Services	\$ 6,166,560	\$ 2,915,516	\$ 9,082,076
Centura Health - St. Mary-Corwin Medical Center	\$ 6,794,835	\$ 3,211,149	\$ 10,005,984
Centura Health - St. Thomas More Hospital	\$ 1,394,010	\$ 1,586,382	\$ 2,980,392
Colorado Plains Medical Center	\$ 518,241	\$ 591,339	\$ 1,109,580
Community Hospital	\$ 694,673	\$ 336,798	\$ 1,031,471
Conejos County Hospital	\$ 41,271	\$ 463,176	\$ 504,447
Family Health West Hospital	\$ 10,743	\$ 11,989	\$ 22,732
Longmont United Hospital	\$ 3,442,686	\$ 1,666,499	\$ 5,109,186
McKee Medical Center	\$ 3,222,829	\$ 1,562,740	\$ 4,785,569
Medical Center of the Rockies	\$ 4,873,042	\$ 2,280,858	\$ 7,153,900
Mercy Medical Center	\$ 729,302	\$ 837,910	\$ 1,567,212
Mount San Rafael Hospital	\$ 492,249	\$ 558,166	\$ 1,050,415
National Jewish Health	\$ 2,936,556	\$ 1,385,228	\$ 4,321,784
Parkview Medical Center	\$ 9,697,941	\$ 4,571,875	\$ 14,269,816
Pikes Peak Regional Hospital	\$ 346,233	\$ 393,986	\$ 740,219
Platte Valley Medical Center	\$ 344,523	\$ 2,072,010	\$ 2,416,534
Rio Grande Hospital	\$ 61,357	\$ 492,430	\$ 553,788
San Luis Valley Regional Medical Center	\$ 262,950	\$ 2,278,089	\$ 2,541,040
St. Mary's Hospital and Medical Center	\$ 5,180,948	\$ 2,436,392	\$ 7,617,340
Sterling Regional Medical Center	\$ 931,203	\$ 1,065,894	\$ 1,997,097
Children's Hospital Colorado	\$ 326,441	\$ 1,518,754	\$ 1,845,196
Valley View Hospital	\$ 409,167	\$ 3,868,780	\$ 4,277,947
Yampa Valley Medical Center	\$ 1,214,737	\$ 1,381,210	\$ 2,595,947
<i>Private Hospitals Total</i>	\$ 53,189,087	\$ 38,939,746	\$ 92,128,833
Totals	\$ 173,467,160	\$ 123,984,211	\$ 297,451,371