

Methods and Standards for Establishing Payment Rates for Inpatient Hospital Care

36. Rural Hospital Disproportionate-Share Payments

In addition to payments from the Graduate Medical Education and Disproportionate-Share Fund, payment will be made to Iowa hospitals qualifying for the rural hospital disproportionate-share fund if they chose to participate in the fund. Payments will be made to qualifying hospitals under this provision. The total amount of funding that is allocated on July 1 of each year to the rural hospital disproportionate-share fund is \$494,927.00.

Hospitals qualify for rural hospital disproportionate-share payments if they meet the disproportionate share qualifications defined in Section 29.g of the approved Iowa Medicaid State Plan Attachment 4.19-A and being an Iowa hospital not located in a metropolitan statistical area (MSA) as defined by the Centers for Medicare and Medicaid Services (CMS).

The amount of disproportionate share payment shall be allocated as follows:

- Keokuk Area Hospital (Keokuk, IA) - \$494,927.00

The total amount of disproportionate-share payments from the Graduate Medical Education and Disproportionate Share Fund, Iowa State-Owned Teaching Hospital Disproportionate Share Fund, Iowa Non-State Government-Owned Acute Care Teaching Hospital Disproportionate-Share Fund, and the rural hospital disproportionate-share fund shall not exceed the amount of the state’s allotment under Public Law 102-234. In addition, the total amount of all disproportionate-share payments shall not exceed the hospital-specific disproportionate-share limits under Public Law 103-666.

The Department’s total year end disproportionate-share obligations to a qualifying hospital will be calculated following completion of the CMS 2552-10, Hospital and Healthcare Complex Cost report desk review or audit.