PROPOSED REGULATION OF THE DIVISION OF HEALTH

CARE FINANCING AND POLICY OF THE DEPARTMENT OF

HEALTH AND HUMAN SERVICES

LCB File No. R089-12

July 5, 2012

EXPLANATION – Matter in *italics* is new; matter in brackets [omitted material] is material to be omitted.

AUTHORITY: §§1 and 2, NRS 422.390.

A REGULATION relating to public welfare; making various changes relating to disproportionate share payments made to certain hospitals; and providing other matters properly relating thereto.

Section 1. NAC 422.065 is hereby amended to read as follows:

422.065 "Public hospital" means:

- 1. A hospital owned by a state or local government, including, without limitation, a hospital district [;] *located in Nevada*; or
- 2. A hospital that is supported in whole or in part by tax revenue [,] generated in Nevada, other than tax revenue received for medical care which is provided to Medicaid patients, indigent patients or other low-income patients.
 - **Sec. 2.** NAC 422.115 is hereby amended to read as follows:
- 422.115 1. Except as otherwise provided in subsection 2, the Division will initially distribute for:
- (a) Pool A, which consists of all public hospitals in counties whose population is [400,000] 700,000 or more, total annual disproportionate share payments in the amount of \$66,650,000

plus 90 percent of the total amount of disproportionate share payments distributed by the State in that fiscal year which exceeds \$76,000,000;

- (b) Pool B, which consists of all private hospitals in counties whose population is [400,000] 700,000 or more, total annual disproportionate share payments in the amount of \$1,200,000 plus 2.5 percent of the total amount of disproportionate share payments distributed by the State in that fiscal year which exceeds \$76,000,000;
- (c) Pool C, which consists of all private hospitals in counties whose population is 100,000 or more but less than [400,000,] 700,000, total annual disproportionate share payments in the amount of \$4,800,000 plus 2.5 percent of the total amount of disproportionate share payments distributed by the State in that fiscal year which exceeds \$76,000,000;
- (d) Pool D, which consists of all public hospitals in counties whose population is less than 100,000, total annual disproportionate share payments in the amount of \$900,000 plus 2.5 percent of the total amount of disproportionate share payments distributed by the State in that fiscal year which exceeds \$76,000,000; and
- (e) Pool E, which consists of all private hospitals in counties whose population is less than 100,000, total annual disproportionate share payments in the amount of \$2,450,000 plus 2.5 percent of the total amount of disproportionate share payments distributed by the State in that fiscal year which exceeds \$76,000,000.
- 2. A hospital may not receive a disproportionate share payment unless the hospital meets all the requirements:
 - (a) Established by federal and state statutes and regulations; and
 - (b) As prescribed in the State Plan for Medicaid.