



Dr. Courtney N. Phillips
Executive Commissioner

January 28, 2020

Mr. Bill Brooks Associate Regional Administrator Division of Medicaid and Children's Health Department of Health and Human Services 1301 Young Street, Suite 714 Dallas, TX 75202

#### Dear Mr. Brooks:

The Texas Health and Human Services Commission (HHSC) is submitting the amended results of the audit of Texas' Disproportionate Share Hospital (DSH) program for federal fiscal years 2013 & 2014 (see Attachments 1 through 3). The audit was performed in accordance with requirements detailed in the federal DSH rule published on December 19, 2008. Our independent auditor was Myers and Stauffer LC, who performed an examination conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants (AICPA), and the standards applicable to attestation engagements contained in Government Auditing Standards, issued by the Comptroller General of the United States, as well as General DSH Audit and Report Protocol as required by 42 CFR §455.301 and §455.304(d), except as discussed in the Schedule of Data Caveats contained in the report.

The 2013 & 2014 results confirm that HHSC administered the DSH program in accordance with state rules and the Centers for Medicare and Medicaid Services (CMS) approved Medicaid State Plan in effect during the 2013 & 2014 program year.

The Texas State Plan allows for any DSH recoupments as a result of the audit to be redistributed to other qualifying DSH hospitals that have not been paid up to their hospital specific level. The federal share of these recoupments is not returned to CMS.

Please let me know if you have any questions or need additional information. Mr. Rene Cantu, Director of Rate Analysis for Hospital Services, is serving as the lead

Mr. Bill Brooks December 31, 2019 Page 2

staff on this matter and can be reached at (512) 730-7465 or by email at Rene.Cantu@hhsc.state.tx.us

Sincerely,

Victoria Gřády

Attachments

## Report on Disproportionate Share Hospital Verifications (With Independent Accountant's Report Thereon)

## State of Texas Health and Human Services Commission Austin, Texas

DSH Year Ended September 30, 2013

Prepared by:



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Texas Health and Human Services Commission P.O. Box 149030, Mail Code H-400 Brown-Heatly Building 4900 N. Lamar Blvd. Austin, Texas 78714-9030

### **Independent Accountant's Report**

We have examined the state of Texas's compliance with Disproportionate Share Hospitals (DSH) payment requirements listed in the Report on DSH Verifications as required by 42 CFR §455.301 and §455.304(d) for the year ended September 30, 2013. The state of Texas is responsible for compliance with federal Medicaid DSH program requirements. Our responsibility is to express an opinion on the state of Texas's compliance with federal Medicaid DSH program requirements based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants (AICPA), and the standards applicable to attestation engagements contained in *Government Auditing Standards* issued by the Comptroller General of the United States, as well as General DSH Audit and Reporting Protocol as required by 42 CFR §455.301 and §455.304(d). Those standards require that we plan and perform the examination to obtain reasonable assurance about whether the state of Texas complied, in all material respects, with the specified requirements referenced above. An examination involves performing procedures to obtain evidence about whether the state of Texas complied with the specified requirements. The nature, timing and extent of the procedures selected depend on our judgment, including an assessment of the risks of material noncompliance, whether due to fraud or error. We believe that the evidence we obtained is sufficient and appropriate to provide a reasonable basis for our opinion.

Our examination was conducted for the purpose of forming an opinion on the state of Texas's compliance with federal Medicaid DSH program requirements included in the Report on DSH Verifications. The Schedule of Annual Reporting Requirements provided in accordance with 42 CFR §447.299 is presented for purposes of additional analysis and is not a required part of the Report on DSH Verifications. Such information has not been subjected to the procedures applied in the examination of the Report on DSH Verifications, and accordingly, we express no opinion on it.

Our examination does not provide a legal determination of the state of Texas's compliance with federal Medicaid DSH requirements.

In our opinion, except for the effect of the items described in the Schedule of Data Caveats Relating to the DSH Verifications, the Report on DSH Verifications presents fairly, in all material respects, the state of Texas's compliance with federal Medicaid DSH program requirements addressed by the DSH verifications for the year ending September 30, 2013.

In accordance with *Government Auditing Standards*, we are required to report all deficiencies that are considered to be significant deficiencies or material weaknesses in internal control; fraud and noncompliance with provisions of laws or regulations that have a material effect on the state of Texas's compliance with federal Medicaid DSH program requirements, as it relates to the six DSH verifications set forth in 42 CFR §455.301 and §455.304(d). We are also required to report on the findings with conclusions and recommendations. We performed our examination to express an opinion on the state of Texas's compliance with federal Medicaid DSH program requirements and not for the purpose of expressing an opinion on the effectiveness of the state of Texas's internal control or on compliance and other matters; accordingly we express no such opinion. Our examination disclosed certain findings that are required to be reported under *Government Auditing Standards* and these findings are described in the accompanying Schedule of Data Caveats Relating to the DSH Verifications.

This reissued report and the accompanying Schedule of Data Caveats Relating to the DSH Verifications supersedes any previously issued Report on Disproportionate Share Hospital Verifications for the DSH year ended September 30, 2013. Details and impacts of this reissuance may be found in the Schedule of Data Caveats Relating to the DSH Verifications. Please disregard any reports dated prior to the date of this report.

This report is intended solely for the information and use of the Texas Health and Human Services Commission (HHSC), the State Legislature, hospitals participating in the State DSH program and the Centers for Medicare and Medicaid Services (CMS) as required under 42 CFR §455.304 and is not intended to be, and should not be, used by anyone other than these specified parties and for the specified purpose contained in 42 CFR §455.304.

Topeka, Kansas December 20, 2019

# State of Texas Disproportionate Share Hospital (DSH) Report on DSH Verifications For the Year Ended September 30, 2013

As required by 42 CFR §455.304(d) the state of Texas must provide an annual independent certified examination report verifying the following items with respect to its disproportionate share hospital (DSH) program.

Verification 1: Each hospital that qualifies for a DSH payment in the State was allowed to retain that payment so that the payment is available to offset its uncompensated care costs for furnishing inpatient hospital and outpatient hospital services during the Medicaid State plan rate year to Medicaid eligible individuals and individuals with no source of third party coverage for the services in order to reflect the total amount of claimed DSH expenditures.

<u>Findings:</u> The state of Texas is in compliance with verification 1 as all hospitals that received a DSH payment were allowed to retain that payment. The results of testing performed related to this verification are summarized in the Report on DSH Verifications (table) included with this report.

Verification 2: The DSH payments made in the Medicaid State plan rate year must be measured against the actual uncompensated care cost in that same Medicaid State plan rate year. The actual uncompensated care costs for the Medicaid State plan rate year have been calculated and compared to the DSH payments made. Uncompensated care costs for the Medicaid State plan rate year were calculated in accordance with Federal Register/Vol. 73, No. 245, December 19, 2008, Federal Register/Vol. 79, No. 232, December 3, 2014, and Federal Register/Vol. 82, No. 62, April 3, 2017.

<u>Findings:</u> The results of testing performed related to this verification are summarized in the Report on DSH Verifications (table) included with this report. The methodology used to calculate uncompensated care costs is in compliance with Federal guidance. To the extent that data issues identified could impact the calculation of uncompensated care costs they are described in more detailed findings in the report titled Schedule of Data Caveats Relating to the DSH Verifications. These findings include such issues as:

- Four hospitals did not submit the DSH documentation requested.
- The majority of hospitals were unable to obtain Medicaid out-of-state paid claims reports from out-of-state Medicaid agencies. Hospital self-reported supported documentation was relied upon in testing of the costs and payments associated with Medicaid out-of-state services.
- For the state-owned and operated psychiatric and chest hospitals, we were not able to obtain patient charge level detail to calculate uncompensated care costs using traditional Medicare cost report methodologies.

# State of Texas Disproportionate Share Hospital (DSH) Report on DSH Verifications For the Year Ended September 30, 2013

Verification 3: Only uncompensated care costs of furnishing inpatient and outpatient hospital services to Medicaid eligible individuals and individuals with no third party coverage for the inpatient and outpatient hospital services they received as described in Section 1923(g) (1) (A) of the Act are eligible for inclusion in the calculation of the hospital-specific disproportionate share limit payment limit, as described in Section 1923 (g) (1) (A) of the Act.

<u>Findings:</u> The state of Texas is in compliance with verification 3 as the total uncompensated care costs reflected in the Report on DSH Verifications (table) reflects the uncompensated care costs of furnishing inpatient and outpatient hospital services to Medicaid eligible individuals and individuals with no third party coverage for the inpatient and outpatient hospital services received.

Verification 4: For purposes of this hospital-specific limit calculation, any Medicaid payments (including regular Medicaid fee-for-service rate payments, supplemental/enhanced Medicaid payments, and Medicaid managed care organization payments) made to a disproportionate share hospital for furnishing inpatient hospital and outpatient hospital services to Medicaid eligible individuals, which are in excess of the Medicaid incurred costs of such services, are applied against the uncompensated care costs of furnishing inpatient hospital and outpatient hospital services to individuals with no source of third party coverage for such services.

<u>Findings</u>: The state of Texas is in compliance with verification 4. In calculating the hospital-specific DSH limit represented in the Report on DSH Verifications (table), if a hospital had total Medicaid payments in excess of the calculated Medicaid cost, the excess was used to reduce the total uncompensated care costs.

Verification 5: Any information and records of all of its inpatient and outpatient hospital service costs under the Medicaid program; claimed expenditures under the Medicaid program; uninsured inpatient and outpatient hospital service costs in determining payment adjustments under this Section; and any payments made on behalf of the uninsured from payment adjustments under this Section have been separately documented and retained by the State.

<u>Findings:</u> The state of Texas is in compliance with verification 5 as it has retained documentation of costs and payments associated with calculating the hospital-specific DSH limits contained in this report. The state retains cost data through the collection of cost reports; Medicaid expenditure data through the MMIS and other documentation; and uninsured data through the DSH payment calculations and DSH examination.

# State of Texas Disproportionate Share Hospital (DSH) Report on DSH Verifications For the Year Ended September 30, 2013

Verification 6: The information specified in verification 5 above includes a description of the methodology for calculating each hospital's payment limit under Section 1923(g) (1) of the Act. Included in the description of the methodology, the audit report must specify how the State defines incurred inpatient hospital and outpatient hospital costs for furnishing inpatient hospital and outpatient hospital services to Medicaid eligible individuals and individuals with no source of third party coverage for the inpatient hospital and outpatient services they received.

<u>Findings:</u> The state of Texas is in compliance with verification 6 as the documentation retained related to the calculation of the hospital-specific DSH limits contained in this report includes a description of the methodology used to calculate each hospital's DSH limit under Section 1923(g)(1) of the Act. For DSH payment purposes, the state defines the hospitals' payment limits in accordance with its state plan. For purposes of this examination, the state defines the hospitals' payment limits in accordance with 42 CFR §455.304.

	Verification #1	Verification #2 (F	Reducing UCC by Medi	icare and Private Insu	irance Payments)	Verification #2 (No	t Reducing UCC by Me	edicare and Private In	surance Payments)	Verification #3	Verification #4	Verification #5	
Hospital	Was Hospital Allowed to Retain DSH Payment?	DSH Payment for Medicaid State Plan Rate Year (In- State and Out-of- State)	Total Uncompensated Care Costs for Medicaid State Plan Rate Year	DSH Payment Under or <over> Total Uncompensated Care Costs (UCC)</over>	DSH Payment Complies with the Hospital-Specific DSH Limit	DSH Payment for Medicaid State Plan Rate Year (In- State and Out-of- State)	Total Uncompensated Care Costs for Medicaid State Plan Rate Year	DSH Payment Under or <over> Total Uncompensated Care Costs (UCC)</over>	DSH Payment Complies with the Hospital-Specific DSH Limit	Were only I/P and O/P Hospital Costs to Medicaid eligible and Uninsured Included in UCC?	If Medicaid Payments were in excess of Medicaid cost was the Total UCC reduced by this amount?	Have all claimed expenditures and payments for Medicaid and Uninsured been documented and retained?	Does the retained documentation include a description of the methodology used to calculate the UCC?
Providence Memorial Hospital	Yes	9,113,175	4,857,918	(4,255,257)	No	9,113,175	24,011,315	14,898,140	Yes	Yes	Yes	Yes	Yes
United Regional Health Care System	Yes	5,931,836	17,583,893	11,652,057	Yes	5,931,836	34,944,294	29,012,458	Yes	Yes	Yes	Yes	Yes
St. Joseph Regional Health Center	Yes	4,471,990	9,534,097	5,062,107	Yes	4,471,990	22,800,800	18,328,810	Yes	Yes	Yes	Yes	Yes
Dallas Co. Hosp. Dist.	Yes	118,055,795	220,540,467	102,484,672	Yes	118,055,795	258,102,058	140,046,263	Yes	Yes	Yes	Yes	Yes
The University Of Texas Medical Br.	Yes	55,017,493	28,991,068	(26,026,425)	No	55,017,493	51,899,482	(3,118,011)	No	Yes	Yes	Yes	Yes
Baylor University Medical Center	Yes	12,516,108	64,230,742	51,714,634	Yes	12,516,108	108,651,180	96,135,072	Yes	Yes	Yes	Yes	Yes
University Medical Center Of El Paso	Yes	36,489,745	34,518,829	(1,970,916)	No No	36,489,745	45,479,473	8,989,728	Yes	Yes	Yes	Yes	Yes Yes
Valley Baptist Med Cntr Brownsville Laredo Medical Center	Yes Yes	7,010,311 10,529,971	3,663,089 15,537,318	(3,347,222) 5,007,347	No Yes	7,010,311 10,529,971	29,459,931 52,233,043	22,449,620 41,703,072	Yes Yes	Yes Yes	Yes Yes	Yes Yes	Yes
Marshall Regional Medical Center	Yes	1,723,235	7,701,866	5,978,631	Yes	1,723,235	14,265,126	12,541,891	Yes	Yes	Yes	Yes	Yes
Valley Baptist Medical Center	Yes	10,712,822	8,592,686	(2,120,136)	No	10,712,822	45,315,755	34,602,933	Yes	Yes	Yes	Yes	Yes
Christus Hospital	Yes	8,081,867	20,679,335	12,597,468	Yes	8,081,867	36,382,117	28,300,250	Yes	Yes	Yes	Yes	Yes
St Joseph Medical Center	Yes	9,884,388	13,506,443	3,622,055	Yes	9,884,388	25,621,444	15,737,056	Yes	Yes	Yes	Yes	Yes
Good Shepherd Medical Center	Yes	10,213,837	32,140,965	21,927,128	Yes	10,213,837	52,617,686	42,403,849	Yes	Yes	Yes	Yes	Yes
TCHD D/B/A JPS Health Network	Yes	68,977,392	132,865,835	63,888,443	Yes	68,977,392	151,881,085	82,903,693	Yes	Yes	Yes	Yes	Yes
Covenant Health System	Yes	6,833,435	9,465,341	2,631,906	Yes	6,833,435	32,869,762	26,036,327	Yes	Yes	Yes	Yes	Yes
Christus Spohn Hosp Corpus Christi	Yes	14,300,767	15,934,651	1,633,884	Yes	14,300,767	57,534,159	43,233,392	Yes	Yes	Yes	Yes	Yes
Methodist Dallas Medical Center	Yes	7,673,203	25,110,546	17,437,343	Yes	7,673,203	50,303,698	42,630,495	Yes	Yes	Yes	Yes	Yes
Goodall-Witcher Hospital Authority	Yes	941,573	569,583	(371,990)	No	941,573	1,296,985	355,412	Yes	Yes	Yes	Yes	Yes
Scott and White Memorial Hospital	Yes	15,834,467	119,752,906	103,918,439	Yes	15,834,467	161,032,923	145,198,456	Yes	Yes	Yes	Yes	Yes
Rolling Plains Memorial Hospital	Yes	1,870,243	3,140,510	1,270,267	Yes	1,870,243	5,290,728	3,420,485	Yes	Yes	Yes	Yes	Yes
Baptist Health System	Yes	15,583,162	21,381,808	5,798,646	Yes	15,583,162	83,646,370	68,063,208	Yes	Yes	Yes	Yes	Yes
Memorial Hermann Texas Medical Cntr D. M. Cogdell Memorial Hospital	Yes	21,737,137	67,702,001	45,964,864	Yes	21,737,137	117,889,624	96,152,487	Yes	Yes	Yes	Yes Yes	Yes Yes
UT MD Anderson Cancer Center	Yes Yes	2,823,676 83,031,411	2,355,168 37,554,013	(468,508) (45,477,398)	No No	2,823,676 83,031,411	3,167,417 66,806,478	343,741 (16,224,933)	Yes No	Yes Yes	Yes Yes	Yes	Yes
Titus Regional Medical Center	Yes	3,746,233	4,348,547	602,314	Yes	3,746,233	7,773,154	4,026,921	Yes	Yes	Yes	Yes	Yes
Christus Spohn Bee Hospital	Yes	1,060,698	4,040,786	2,980,088	Yes	1,060,698	6,937,255	5,876,557	Yes	Yes	Yes	Yes	Yes
ETMC - Tyler	Yes	8,722,486	22,695,908	13,973,422	Yes	8,722,486	51,835,544	43,113,058	Yes	Yes	Yes	Yes	Yes
Graham Regional Medical Center	Yes	734,109	1,046,159	312,050	Yes	734,109	1,778,041	1,043,932	Yes	Yes	Yes	Yes	Yes
North Texas Medical Center	Yes	3,244,632	4,273,754	1,029,122	Yes	3,244,632	6,078,966	2,834,334	Yes	Yes	Yes	Yes	Yes
Fort Duncan Medical Center	Yes	2,904,646	2,904,646	0	Yes	2,904,646	14,553,876	11,649,230	Yes	Yes	Yes	Yes	Yes
Bayshore Medical Center	Yes	7,052,796	19,965,808	12,913,012	Yes	7,052,796	37,716,369	30,663,573	Yes	Yes	Yes	Yes	Yes
Hillcrest Baptist Medical Center	Yes	6,724,234	22,182,170	15,457,936	Yes	6,724,234	33,649,110	26,924,876	Yes	Yes	Yes	Yes	Yes
Mother Frances Hospital	Yes	7,495,593	20,991,293	13,495,700	Yes	7,495,593	39,127,343	31,631,750	Yes	Yes	Yes	Yes	Yes
Guadalupe Regional Medical Center	Yes	12,143,234	9,576,512	(2,566,722)	No	12,143,234	15,604,679	3,461,445	Yes	Yes	Yes	Yes	Yes
Las Palmas Medical Center	Yes	11,587,636	11,719,323	131,687	Yes	11,587,636	50,740,882	39,153,246	Yes	Yes	Yes	Yes	Yes
Connally Memorial Medical Center	Yes	2,481,686	1,692,033	(789,653)	No	2,481,686	3,522,461	1,040,775	Yes	Yes	Yes	Yes	Yes
South Texas Health System	Yes	19,077,713	19,137,954	60,241	Yes	19,077,713	62,876,999 74,516,902	43,799,286	Yes	Yes	Yes	Yes	Yes
University Med Center Brackenridge Knapp Medical Center	Yes Yes	25,421,612 5,890,583	62,527,116 5,890,583	37,105,504 (0)	Yes Yes	25,421,612 5,890,583	74,516,802 25,072,832	49,095,190 19,182,249	Yes Yes	Yes Yes	Yes Yes	Yes Yes	Yes Yes
Medical Center Health System	Yes	29,046,214	30,245,810	1,199,596	Yes	29,046,214	48,384,751	19,182,249	Yes	Yes	Yes	Yes	Yes
Midland Memorial Hospital	Yes	14,878,992	18,460,567	3,581,575	Yes	14,878,992	29,105,981	14,226,989	Yes	Yes	Yes	Yes	Yes
Texas Health Fort Worth	Yes	8,027,356	42,878,624	34,851,268	Yes	8,027,356	71,811,910	63,784,554	Yes	Yes	Yes	Yes	Yes
Baylor All Saints Medical Center	Yes	7,344,105	26,712,825	19,368,720	Yes	7,344,105	44,708,310	37,364,205	Yes	Yes	Yes	Yes	Yes
Permian Regional Medical Center	Yes	2,707,846	2,306,452	(401,394)	No	2,707,846	2,725,360	17,514	Yes	Yes	Yes	Yes	Yes
Texas Health Cleburne	Yes	795,372	7,815,292	7,019,920	Yes	795,372	10,673,937	9,878,565	Yes	Yes	Yes	Yes	Yes
Metroplex Hospital	Yes	3,265,527	12,171,210	8,905,683	Yes	3,265,527	19,584,147	16,318,620	Yes	Yes	Yes	Yes	Yes
Val Verde Regional Medical Center	Yes	4,197,638	4,443,823	246,185	Yes	4,197,638	9,962,400	5,764,762	Yes	Yes	Yes	Yes	Yes
Hereford Regional Medical Ctr	Yes	1,311,092	1,578,684	267,592	Yes	1,311,092	2,164,127	853,035	Yes	Yes	Yes	Yes	Yes
Christus Spohn Kleberg Memorial Hosp	Yes	2,126,244	2,039,928	(86,316)	No	2,126,244	6,126,847	4,000,603	Yes	Yes	Yes	Yes	Yes
South Texas Medical Center	Yes	609,758	2,636,122	2,026,364	Yes	609,758	5,511,761	4,902,003	Yes	Yes	Yes	Yes	Yes
Mission Hospital	Yes	8,087,744	278,919	(7,808,824)	No	8,087,744	22,632,150	14,544,407	Yes	Yes	Yes	Yes	Yes
Uvalde Memorial Hospital	Yes	6,262,106	6,262,106	(0)	Yes	6,262,106	10,983,399	4,721,293	Yes	Yes	Yes	Yes	Yes
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Pecos County Memorial Hospital Memorial Hermann Hospital Sys	Yes Yes	1,680,951 14,866,041	1,981,220 53,303,444	300,269 38,437,403	Yes Yes	1,680,951 14,866,041	3,583,912 117,210,550	1,902,961 102,344,509	Yes Yes	Yes Yes	Yes Yes	Yes Yes	Yes Yes

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	Verification #1	Verification #2 (R	Reducing UCC by Medi	care and Private Insu	rance Payments)	Verification #2 (No	t Reducing UCC by Me	edicare and Private In	surance Payments)	Verification #3	Verification #4	Verification #5	Verification #6
		DSH Payment for	Total	DSH Payment		DSH Payment for	Total	DSH Payment		Were only I/P and O/P Hospital	If Medicaid Payments were in	Have all claimed expenditures and payments for	Does the retained documentation include a
	Was Hospital Allowed to Retain	Medicaid State Plan Rate Year (In- State and Out-of-	Uncompensated Care Costs for Medicaid State	Under or <0ver> Total Uncompensated	DSH Payment Complies with the Hospital-Specific	Medicaid State Plan Rate Year (In- State and Out-of-	Uncompensated Care Costs for Medicaid State	Under or <0ver> Total Uncompensated	DSH Payment Complies with the Hospital-Specific	Costs to Medicaid eligible and Uninsured	excess of Medicaid cost was the Total UCC reduced by	Medicaid and Uninsured been documented and	description of the methodology used to calculate the
Hospital	DSH Payment?	State)	Plan Rate Year	Care Costs (UCC)	DSH Limit	State)	Plan Rate Year	Care Costs (UCC)	DSH Limit	Included in UCC?	this amount?	retained?	UCC?
Scott & White Hospital Brenham	Yes	656,845	5,268,611	4,611,766	Yes	656,845	7,437,131	6,780,286	Yes	Yes	Yes	Yes	Yes
ETMC Clarksville	Yes	1,709,177	1,543,417	(165,760)	No	1,709,177	3,161,750	1,452,573	Yes	Yes	Yes	Yes	Yes
Hill Regional Hospital	Yes	708,758	4,267,462 2,291,237	3,558,704 1,252,106	Yes	708,758	5,924,224 4,453,974	5,215,466	Yes Yes	Yes Yes	Yes	Yes	Yes Yes
ETMC Jacksonville Wadley Regional Medical Center	Yes Yes	1,039,131 3,408,773	6,614,972	3,206,199	Yes Yes	1,039,131 3,408,773	15,155,748	3,414,843 11,746,975	Yes	Yes	Yes Yes	Yes Yes	Yes
Northwest Texas Hospital	Yes	12,319,973	17,843,523	5,523,550	Yes	12,319,973	31,946,797	19,626,824	Yes	Yes	Yes	Yes	Yes
ETMC Carthage	Yes	1,105,135	2,024,020	918,885	Yes	1,105,135	3,443,193	2,338,058	Yes	Yes	Yes	Yes	Yes
University Health System	Yes	88,894,744	97,957,559	9,062,815	Yes	88,894,744	119,827,302	30,932,558	Yes	Yes	Yes	Yes	Yes
Gulf Coast Medical Center	Yes	693,354	2,612,456	1,919,102	Yes	693,354	4,894,113	4,200,759	Yes	Yes	Yes	Yes	Yes
Llano Memorial Hospital	Yes	527,979	1,805,688	1,277,709	Yes	527,979	2,825,469	2,297,490	Yes	Yes	Yes	Yes	Yes
Moore County Hosp. Dba Dumas Mem Hos	Yes	2,332,365	2,675,589	343,224	Yes	2,332,365	3,784,263	1,451,898	Yes	Yes	Yes	Yes	Yes
Hendrick Medical Center	Yes	5,095,319	11,064,710	5,969,391	Yes	5,095,319	29,181,958	24,086,639	Yes	Yes	Yes	Yes	Yes
Baptist Saint Anthony's Hospital	Yes	4,923,041	16,069,946	11,146,905	Yes	4,923,041	26,573,338	21,650,297	Yes	Yes	Yes	Yes	Yes
Gonzales Healthcare Systems	Yes	1,927,904	2,150,470	222,566	Yes	1,927,904	3,126,180	1,198,276	Yes	Yes	Yes	Yes	Yes
Hopkins County Memorial Hospital	Yes	5,998,990	5,568,362	(430,628)	No	5,998,990	9,735,954	3,736,964	Yes	Yes	Yes	Yes	Yes
Santa Rosa Health Care	Yes	9,836,107	18,947,846	9,111,739	Yes	9,836,107	43,418,623	33,582,516	Yes	Yes	Yes	Yes	Yes
Faith Community Hospital	Yes	606,979	1,279,040	672,061	Yes	606,979	1,695,608	1,088,629	Yes	Yes	Yes	Yes	Yes
Hamlin Memorial Hospital	Yes	257,008	368,199	111,191	Yes	257,008	643,254	386,246	Yes	Yes	Yes	Yes	Yes
Central Texas Medical Center	Yes	1,641,485	3,725,439	2,083,954	Yes	1,641,485	8,885,510	7,244,025	Yes	Yes	Yes	Yes	Yes
Harris County Hospital District Frio Regional Hospital	Yes	139,293,132 1,858,470	276,386,118 1,488,161	137,092,986	Yes	139,293,132 1,858,470	294,952,221 2,313,587	155,659,089 455,117	Yes Yes	Yes Yes	Yes Yes	Yes Yes	Yes
Cleveland Regional Medical Center	Yes Yes	990,111	4,206,451	(370,309) 3,216,340	No Yes	990,111	7,259,342	6,269,231	Yes	Yes	Yes	Yes	Yes Yes
Texoma Medical Center	Yes	5,140,915	20,077,554	14,936,639	Yes	5,140,915	32,736,592	27,595,677	Yes	Yes	Yes	Yes	Yes
Oakbend Medical Center	Yes	2,239,084	2,595,983	356,899	Yes	2,239,084	8,807,259	6,568,175	Yes	Yes	Yes	Yes	Yes
Baptist Beaumont Hospital	Yes	8,315,003	14,774,583	6,459,580	Yes	8,315,003	29,585,029	21,270,026	Yes	Yes	Yes	Yes	Yes
Falls Community Hospital and Clinic	Yes	213,424	652,112	438,688	Yes	213,424	1,747,824	1,534,400	Yes	Yes	Yes	Yes	Yes
Texas Health Harris Methodist Stephe	Yes	370,209	4,350,035	3,979,826	Yes	370,209	6,176,844	5,806,635	Yes	Yes	Yes	Yes	Yes
Hunt Regional Medical Center	Yes	10,653,169	9,349,047	(1,304,122)	No	10,653,169	17,359,543	6,706,374	Yes	Yes	Yes	Yes	Yes
Childress Regional Medical Center	Yes	975,187	1,563,699	588,512	Yes	975,187	2,489,299	1,514,112	Yes	Yes	Yes	Yes	Yes
Columbus Community Hospital	Yes	285,123	1,278,066	992,943	Yes	285,123	2,752,530	2,467,407	Yes	Yes	Yes	Yes	Yes
Methodist Hospital	Yes	26,220,187	60,127,104	33,906,917	Yes	26,220,187	134,833,589	108,613,402	Yes	Yes	Yes	Yes	Yes
ETMC Athens	Yes	13,474,233	8,357,974	(5,116,259)	No	13,474,233	14,574,270	1,100,037	Yes	Yes	Yes	Yes	Yes
Memorial Medical Center - Livingston	Yes	1,003,013	5,868,667	4,865,654	Yes	1,003,013	8,976,738	7,973,725	Yes	Yes	Yes	Yes	Yes
Brownfield Regional Medical Center	Yes	1,703,053	1,192,221	(510,832)	No	1,703,053	2,090,927	387,874	Yes	Yes	Yes	Yes	Yes
St. Davids Medical Center	Yes	9,831,738	8,448,577	(1,383,161)	No	9,831,738	30,417,496	20,585,758	Yes	Yes	Yes	Yes	Yes
Riverside General Hospital	Yes	1,029,376	1,571,601	542,225	Yes	1,029,376	2,589,185	1,559,809	Yes	Yes	Yes	Yes	Yes
Navarro Regional Hospital Texas Health Dallas	Yes	730,569	2,953,243 18,645,753	2,222,674	Yes	730,569	7,861,911 33,982,633	7,131,342	Yes	Yes	Yes	Yes	Yes
Matagorda General Hospital	Yes Yes	8,453,632 3,295,655	5,599,984	10,192,121 2,304,329	Yes Yes	8,453,632 3,295,655	9,185,791	25,529,001 5,890,136	Yes Yes	Yes Yes	Yes Yes	Yes Yes	Yes Yes
ETMC Henderson	Yes	727,281	2,341,419	1,614,138	Yes	727,281	4,037,554	3,310,273	Yes	Yes	Yes	Yes	Yes
Medical Arts Hospital	Yes	960,186	567,755	(392,431)	No	960,186	1,264,872	304,686	Yes	Yes	Yes	Yes	Yes
Nacogdoches Memorial Hospital	Yes	10,909,183	9,455,598	(1,453,585)	No	10,909,183	15,444,674	4,535,491	Yes	Yes	Yes	Yes	Yes
The Medical Center of Southeast Texa	Yes	3,489,667	6,840,052	3,350,385	Yes	3,489,667	14,147,540	10,657,873	Yes	Yes	Yes	Yes	Yes
Covenant Hospital Plainview	Yes	2,994,214	3,212,923	218,709	Yes	2,994,214	5,428,726	2,434,512	Yes	Yes	Yes	Yes	Yes
Palo Pinto General Hospital	Yes	2,638,314	2,868,652	230,338	Yes	2,638,314	4,892,218	2,253,904	Yes	Yes	Yes	Yes	Yes
Shannon Medical Center	Yes	3,697,835	15,819,152	12,121,317	Yes	3,697,835	30,240,689	26,542,854	Yes	Yes	Yes	Yes	Yes
Jasper Memorial Hospital	Yes	1,273,010	2,415,771	1,142,761	Yes	1,273,010	4,992,613	3,719,603	Yes	Yes	Yes	Yes	Yes
ETMC Crockett	Yes	1,673,386	1,687,683	14,297	Yes	1,673,386	3,343,393	1,670,007	Yes	Yes	Yes	Yes	Yes
Baylor County Hospital District	Yes	344,462	656,706	312,244	Yes	344,462	1,231,644	887,182	Yes	Yes	Yes	Yes	Yes
Brownwood Regional Medical Center	Yes	1,689,992	2,494,639	804,647	Yes	1,689,992	8,217,150	6,527,158	Yes	Yes	Yes	Yes	Yes
Angleton-Danbury Medical Center	Yes	4,026,128	4,500,562	474,434	Yes	4,026,128	5,881,823	1,855,695	Yes	Yes	Yes	Yes	Yes
Cuero Community Hospital	Yes	1,947,098	2,725,887	778,789	Yes	1,947,098	4,570,854	2,623,756	Yes	Yes	Yes	Yes	Yes
Clear Lake Reg Med Ctr	Yes	8,906,557	15,902,986	6,996,430	Yes	8,906,557	41,041,250	32,134,694	Yes	Yes	Yes	Yes	Yes
Dimmit Regional Hospital District	Yes	1,139,053	1,705,635	566,582	Yes	1,139,053	2,771,217	1,632,164	Yes	Yes	Yes	Yes	Yes
Doctors Hospital Of Laredo	Yes	5,985,087	5,985,087	0	Yes	5,985,087	19,000,578	13,015,491	Yes	Yes	Yes	Yes	Yes

Part		Verification #1	Verification #2 (I	Reducing UCC by Med	icare and Private Insu	rance Payments)	Verification #2 (No	t Reducing UCC by M	edicare and Private In	surance Payments)	Verification #3	Verification #4	Verification #5	Verification #6
Part						,		3 ,		, ,				
Part			•		•	DOLLD	•		•	DOW D	O/P Hospital	Payments were in	payments for	include a
Property		Was Hospital		-		•		•		•				•
Section   Property		-	•	Medicaid State		Hospital-Specific	•			Hospital-Specific	Uninsured			to calculate the
Standard Registrate   Pric   94.27.15   1.047.70   49.88   10.   49.27.15   1.048.27.16   1.048.27.1	Hospital	DSH Payment?	State)	Plan Rate Year	Care Costs (UCC)	DSH Limit	State)	Plan Rate Year	Care Costs (UCC)	DSH Limit	Included in UCC?	this amount?	retained?	UCC?
Sear-Sear-Sear-Sear-Sear-Sear-Sear-Sear-	1													
titlers of tigens a register   Yes   578-528   578-528   Yes   728-528   Yes   728-528   Yes   Y	<u> </u>													
Year	*													
Flank Content Hyper   98   986   98   986   98   986   98   98														
Southernest Accordance of Manual Control State   Very 1989   Very	University Medical Center	Yes	43,247,389	54,498,130	11,250,741	Yes	43,247,389	82,555,103	39,307,714	Yes	Yes	Yes	Yes	
Land Demokrationer General Personal Control (1985) 98 (1	· · · · · · · · · · · · · · · · · · ·													
Section Reposal Hospital Prof.   9/92/722   1106/allicol   77c   9/722   9/7	•													
Contract Probable Medical Centers   Yes   3,728,178   7,704,52   4,444,779   Yes   4,444,779   Yes   3,728,178   1,209,523   3,728,178   Yes														
Section Segment Section (Section Segment Method)   Vert   Section Segment Method)   Vert   Section Segment Method)   Vert   Section Segment Section Segment Section Segment Section														
Falsetine Regional Medical Canter   Yes   1,554,566   1,111,669   Yes   1,554,567   No.   1,554,567   No.   1,544,567														
Communication of the control of the														
Compact New Model Flamer   Ver   163,582,77   1,000,971   499,144   Ver   1,000,972   2,100,972   1,200,973   Ver   V	<u> </u>													
Decret Higher   Feet   2,085,088   7,462,038   5,376,076   Feet   2,085,088   12,327,232   10,032,264   Feet   F	•				•								Yes	
Christin Seption Alice   Yes   1,988,127   4,274,188   2,274,276   Yes   1,988,717   Yes   7,788,712   1,148,717   Yes	Christus St Michael										Yes			
Finels Regional Medical Center	<u> </u>													
Harings Medical Center Ves 1,888,527 Ves 1,981,500 Ves 1,885,527 Ves 1,981,500 Ves														
Diction Frontigital at Realisance   Yes   17,818,527   24,912,593   Yes   17,818,527   42,912,693   Yes														
Good Shappherd Med. Cr Linder														
Limestone Medical Center   Yes   1714,536   1,126,942   (1407,486)   No   1714,536   2,475,247   951,090   Yes	•													
Schleicher Caunary Medical Center	<u>*</u>													
Value   Vision   Vi					•									
Rice Medical Center   Yes   1,036,045   566,264   440,551   No   1,036,045   1,154,085   110,077   Yes   Y														
Refugio Memorial Hospital Yes 1,097,075 1,097,075 1,098,18 1,242,14 1,222,136 1,098,18 1,140,104,104,104,104,104,104,104,104,10														
Lilliam M. Hustgreith Memorial Hospital   Yes   620,200   332,296   237,904   No   620,200   670,833   50,633   Yes   Yes   Yes   Yes   Yes   Yes   Concho-Countly Hospital   Yes   248,5815   105,867   (179,748)   No   248,5815   155,907   (129,908)   No   Yes	Refugio Memorial Hospital	Yes		479,450		No	1,097,075		926,289	Yes	Yes	Yes	Yes	Yes
Concloudy Hospital   Yes   348,716   234,007   (114,709)   No   348,716   739,477   399,761   Yes	Mother Frances Hospital - Jacksonville	Yes			2,251,396	Yes		3,966,112	3,775,294	Yes	Yes	Yes	Yes	Yes
Chillicoche Hospital District Yes 285.915 10,866 (179.948) No 285,815 155,907 (129.098) No Yes Yes Yes Yes Yes Median Community Hospital Yes 1,706,078 1,724,225 18,148 Yes 1,706,078 1,525,0418 824,340 Yes					•	No				Yes	Yes		Yes	
Medina Community Hospital   Yes   1,746,078   1,742,226   18,148   Yes   1,706,078   1,530,418   18,24,340   Yes			-		, , ,		-	-						
Coom Memorial Hospital   Yes   1,140,854   897,024   (244,830)   No   1,140,854   1,501,070   360,216   Yes   Ye	•								-					
W. Magneld Memorial Hospital   Yes   2,342,165   78,8887   (1,583,278)   No   2,342,165   1,052,036   (1,290,129)   No   Yes														
Electra Memorial Hospital   Yes   930,461   (42,097)   (930,461)   No   930,461   568,275   (362,186)   No   Yes	•													
Vast   1,659,279   1,373,805   2,85,474   No   1,659,279   2,820,111   1,160,832   Ves	, 0													
Colema County Medical Center   Yes   444,749   431,122   (13,627)   No   444,749   1,053,166   608,417   Yes   Y			-					-						
Heart of Texas Memorial Hospital Yes 792,489 541,881 (250,608) No 792,489 1,819,949 1,819,949 1,827,460 Yes Yes Yes Yes Yes Yes Yes Oliney Inamidural Montrol Hospital District Yes 336,452 362,502 260,50 Yes 336,452 10,733,42 173,740 Yes Yes Yes Yes Yes Yes Yes Oliney Inamidural Inspiral District Yes 1581,594 1,819,40 (10) Yes 1581,594 1,457,818 876,224 Yes Yes Yes Yes Yes Yes Yes Yes Yes Memorial Medical Center Yes 1,538,211 1,763,427 225,216 Yes 1,538,211 3,038,337 1,500,126 Yes Yes Yes Yes Yes Yes Yes Yes Ochittree General Hospital Seminole Yes 1,400,114 2,769,738 1,369,624 Yes 1,400,114 3,975,841 2,575,727 Yes Yes Yes Yes Yes Yes Yes Yes Ochittree General Hospital Seminole Yes 1,287,994 503,771 (784,223) No 1,287,994 574,360 (533,634) No Yes Yes Yes Yes Yes Yes Yes Yes Wes Alleston Community Hospital West Yes 1,287,994 51,927,411 (584,024) No 2,514,665 2,822,711 308,046 Yes Yes Yes Yes Yes Yes Yes Wes Neshoe Area Hospital District Yes 746,978 1,644,70 (582,508) No 746,978 70,325 23,347 Yes														
Hardeman County Hospital	The state of the s				-									
Memorial Medical Center   Yes   1,538,211   1,763,427   225,216   Yes   1,538,211   3,038,337   1,500,126   Yes	•													
Memorial Hospital-Seminole         Yes         1,400,114         2,769,738         1,369,624         Yes         1,400,114         3,975,841         2,575,727         Yes		Yes	581,594	581,594	(0)	Yes	581,594	1,457,818	876,224	Yes	Yes	Yes	Yes	Yes
Ochiltree General Hospital         Yes         1,287,994         503,771         (784,223)         No         1,287,994         754,360         (533,634)         No         Yes														
Golden Plains Community Hospital Yes 2,514,665 1,929,741 (584,924) No 2,514,665 2,822,711 308,046 Yes Yes Yes Yes Yes Yes Yes Muleshoe Area Hospital District Yes 746,978 164,470 (582,508) No 746,978 770,325 23,347 Yes	•													
Muleshoe Area Hospital District         Yes         746,978         164,470         582,508)         No         746,978         770,325         23,347         Yes         Yes <t< td=""><td><u> -</u></td><td></td><td></td><td></td><td>•</td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td></t<>	<u> -</u>				•									
Reeves County Hospital         Yes         762,869         1,581,221         818,352         Yes         762,869         3,294,002         2,531,133         Yes	· · · · · · · · · · · · · · · · · · ·													
Big Bend Regional Med Ctr         Yes         902,657         2,153,806         1,251,149         Yes         902,657         3,320,665         2,418,008         Yes														
Texas Center for Infectious Disease         Yes         10,763,702         11,876,193         1,112,491         Yes         10,763,702         11,908,725         1,145,023         Yes         <														
Cook Children's Medical Center         Yes         12,725,159         (2,342,073)         (12,725,159)         No         12,725,159         36,144,248         23,419,089         Yes         Yes <th< td=""><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td></th<>														
Driscoll Children's Hospital         Yes         7,296,695         (12,659,621)         (7,296,695)         No         7,296,695         No         Yes         <														
Children's Medical Center of Dallas         Yes         18,075,267         38,270,109         20,194,842         Yes         18,075,267         54,176,931         36,101,664         Yes														
Texas Childrens Hospital         Yes         17,987,881         (25,492,120)         (17,987,881)         No         17,987,881         64,737,751         46,749,870         Yes         Yes<														
Covenant Children's Hospital Lubbock         Yes         1,417,940         6,155,035         4,737,095         Yes         1,417,940         6,770,083         5,352,143         Yes         Y														
	•												Yes	
Healthbridge Childrens Hospital         Yes         38,412         789,669         751,257         Yes         38,412         792,622         754,210         Yes         Yes         Yes         Yes														
	Healthbridge Childrens Hospital	Yes	38,412	789,669	751,257	Yes	38,412	792,622	754,210	Yes	Yes	Yes	Yes	Yes

	Verification #1	Verification #2 (I	Reducing UCC by Medi	care and Private Insu	rance Payments)	Verification #2 (No	ot Reducing UCC by M	edicare and Private In	surance Payments)	Verification #3	Verification #4	Verification #5	Verification #6
Hospital	Was Hospital Allowed to Retain DSH Payment?	DSH Payment for Medicaid State Plan Rate Year (In- State and Out-of- State)	Total Uncompensated Care Costs for Medicaid State Plan Rate Year	DSH Payment Under or <over> Total Uncompensated Care Costs (UCC)</over>	DSH Payment Complies with the Hospital-Specific DSH Limit	DSH Payment for Medicaid State Plan Rate Year (In- State and Out-of- State)	Total Uncompensated Care Costs for Medicaid State Plan Rate Year	DSH Payment Under or <0ver> Total Uncompensated Care Costs (UCC)	DSH Payment Complies with the Hospital-Specific DSH Limit	Were only I/P and O/P Hospital Costs to Medicaid eligible and Uninsured Included in UCC?	If Medicaid Payments were in excess of Medicaid cost was the Total UCC reduced by this amount?	Have all claimed expenditures and payments for Medicaid and Uninsured been documented and retained?	Does the retained documentation include a description of the methodology used to calculate the UCC?
Dell Childrens Medical Center	Yes	6,578,654	(2,092,228)	(6,578,654)	No	6,578,654	11,807,961	5,229,307	Yes	Yes	Yes	Yes	Yes
Childrens Hospital of San Antonio	Yes	7,492,842	11,390,783	3,897,941	Yes	7,492,842	16,468,303	8,975,461	Yes	Yes	Yes	Yes	Yes
Clarity Child Guidance Center	Yes	1,749,463	1,524,632	(224,831)	No	1,749,463	1,800,208	50,745	Yes	Yes	Yes	Yes	Yes
Terrell State Hospital	Yes	31,630,285	32,284,464	654,179	Yes	31,630,285	32,326,696	696,411	Yes	Yes	Yes	Yes	Yes
North Texas State Hospital	Yes	71,201,377	78,905,641	7,704,264	Yes	71,201,377	78,909,633	7,708,256	Yes	Yes	Yes	Yes	Yes
San Antonio State Hospital	Yes	38,772,820	36,521,280	(2,251,540)	No	38,772,820	36,614,998	(2,157,822)	No	Yes	Yes	Yes	Yes
Laurel Ridge Behavorial Hospital	Yes	76,528	(2,031,876)	(76,528)	No	76,528	(1,761,311)	(76,528)	No	Yes	Yes	Yes	Yes
Harris Co Psychiatric Center	Yes	20,153,687	27,978,591	7,824,904	Yes	20,153,687	27,984,595	7,830,908	Yes	Yes	Yes	Yes	Yes
Austin State Hospital	Yes	45,454,677	36,538,362	(8,916,315)	No	45,454,677	36,688,519	(8,766,158)	No	Yes	Yes	Yes	Yes
Rio Grande State Center	Yes	10,433,715	14,116,444	3,682,729	Yes	10,433,715	14,129,008	3,695,293	Yes	Yes	Yes	Yes	Yes
El Paso Psychiatric Center	Yes	14,574,811	11,526,845	(3,047,966)	No	14,574,811	11,547,052	(3,027,759)	No	Yes	Yes	Yes	Yes
HMIH Cedar Crest LLC	Yes	3,458,789	(121,868)	(3,458,789)	No	3,458,789	28,894	(3,429,895)	No	Yes	Yes	Yes	Yes
St. Marks Medical Center	Yes	470,772	1,195,296	724,524	Yes	470,772	2,520,307	2,049,535	Yes	Yes	Yes	Yes	Yes
Sierra Providence East Med Ctr	Yes	2,377,703	2,705,436	327,733	Yes	2,377,703	13,565,312	11,187,609	Yes	Yes	Yes	Yes	Yes

A: North Texas State Hospital represents two campuses: Wichita Falls and Vernon. Each campus received DSH Payments of \$26,596,678 and \$44,604,699 respectively. These campuses share a common financial system and are combined for the purposes of this report.

This report is intended solely for the information and use of the Texas Health and Human Services Commission, the State DSH program, and the Centers for Medicare and Medicaid Services (CMS) as required under 42 CFR §455.304 and is not intended to be, and should not be, used by anyone other than these specified parties and for the specified purpose contained in 42 CFR §455.304.

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### Finding 1

#### Criteria:

The Code of Federal Regulations at section 455.304(b), specifies that the state must submit to CMS a DSH examination report by December 31<sup>st</sup> each year for the Medicaid State plan rate year ending during the calendar year three years prior to that date.

#### **Condition:**

We found that 4 hospitals did not submit the DSH examination documentation requested.

Three of these hospitals were found to be bankrupt or out of business. The uncompensated care costs for these three hospitals were calculated based on services reported from state supplied MMIS claims data only.

One of these hospitals was found to be in business, had the capability to comply with the examination, submitted partial data, but did not submit a completed survey or a signed certification. The uncompensated care costs for this hospital was calculated based on services reported from state supplied MMIS claims data and limited hospital self-reported data. Testing was performed to gain reasonable assurance that unsupported uncompensated care costs were not included in this report.

#### Cause:

Texas HHSC along with Myers and Stauffer provided education to the providers on the proper completion of the survey tool, and required documentation to be submitted with the survey. Some hospitals, despite these efforts, found it difficult to meet the timelines necessary to provide a DSH examination report to HHSC in accordance with the federal rules. Some hospitals were bankrupt or no longer in business.

#### Recommendation:

We would recommend that hospitals receiving a DSH payment modify their accounting and financial systems to capture and report the necessary documentation in order to be in compliance with state and federal regulations.

### Finding 2

#### Criteria:

The Code of Federal Regulations at section 455.301, specifies that the hospital-specific DSH limit should be inclusive of not only fee-for-service Medicaid claims, but also include Managed Care Medicaid claims, out-of-state Medicaid claims, and Medicaid crossover claims. In addition to the Medicaid claims, the DSH rule also specifies at section 455.301(d)(3) that the uncompensated costs of providing inpatient and outpatient hospital services to the uninsured should also be included.

#### Condition:

We found that the majority of hospitals were unable to obtain Medicaid out-of-state paid claims reports from out-of-state Medicaid agencies to satisfactorily document the out-of-state services provided and payments received.

#### Cause:

Out-of-state (non-Texas) Medicaid services are included in the uncompensated care cost calculation for hospitals that were able to provide their own internal data. Several hospitals did not report any out-of-state Medicaid services or only reported a limited amount of out-of-state Medicaid services. Hospital self-reported supported documentation was relied upon in testing of the costs and payments associated with Medicaid out-of-state services.

#### Recommendation:

We recognize that the difficulties in obtaining out-of-state documentation were predominately due to the hospitals' historical requests to out-of-state Medicaid agencies not being responded to timely, and are not necessarily due to inaction or a lack of cooperation by the hospitals. We recommend that either the hospitals receiving DSH payment or the Texas Medicaid agency attempt to obtain MMIS records directly from the out-of-state Medicaid agencies for out-of-state Medicaid services.

### Finding 3

#### Criteria:

The Code of Federal Regulations at section 455.301, specifies that the hospital-specific DSH limit should be inclusive of not only fee-for-service Medicaid claims, but also include Managed Care Medicaid claims, out-of-state Medicaid claims, and Medicaid crossover claims. In addition to the Medicaid claims, the DSH rule also specifies at section 455.301(d)(3) that the uncompensated costs of providing inpatient and outpatient hospital services to the uninsured should also be included.

#### **Condition:**

For the state-owned and operated psychiatric and chest hospitals we were not able to obtain charge level detail to calculate uncompensated care costs using traditional Medicare cost report methods. We relied upon cost reports that aggregate all hospital costs to one or two routine cost centers in the uncompensated care costs calculations.

#### Cause:

The financial and accounting systems utilized by the state-owned and operated psychiatric and chest hospitals cannot match patient medical records to the ancillary service expenditure records. For this examination, the state-owned and operated psychiatric and chest hospitals submitted cost reports that aggregate all hospital costs to one or two routine cost centers.

#### Recommendation:

We recommend that state-owned and operated psychiatric and chest hospitals modify their accounting and financial systems to capture and report the necessary documentation in order to be in compliance with state and federal regulations.

### **Note on Findings**

Due to the collection of financial and accounting data based on the hospital Medicare cost report fiscal years spanning each DSH state plan year portions of this examination originate from the examination ended September 30, 2012. In such cases, the findings reported in the *Schedule of Data Caveats Relating to the DSH Verifications* for the DSH Examination Year ended September 30, 2012 would also apply to this DSH Examination Year ended September 30, 2013.

### **Notes of Recent DSH Litigation**

On March 2, 2018, the U.S. District Court for the District of Columbia issued an order vacating the April 3, 2017 Final Rule. This ruling was appealed by CMS and on August 13, 2019, the U.S. Court of Appeals for the District of Columbia reinstated the April 3, 2017 Final Rule. On June 1, 2018, in a separate case, the U.S. District Court for the District of Columbia issued an order permanently enjoining CMS from enforcing CMS FAQ 33. On December 31, 2018 CMS withdrew FAQs 33 and 34.

The DSH examination report reflects both the current CMS guidance (the withdrawal of FAQs 33 and 34 by CMS: not reducing uncompensated care costs by Medicare and private insurance payments), and separate, alternative calculations made based on the DSH Final Rule in Federal Register/Vol. 82, No. 62, April 3, 2017 (reducing uncompensated care costs by Medicare and private insurance payments).

### **Notes on Reissuance**

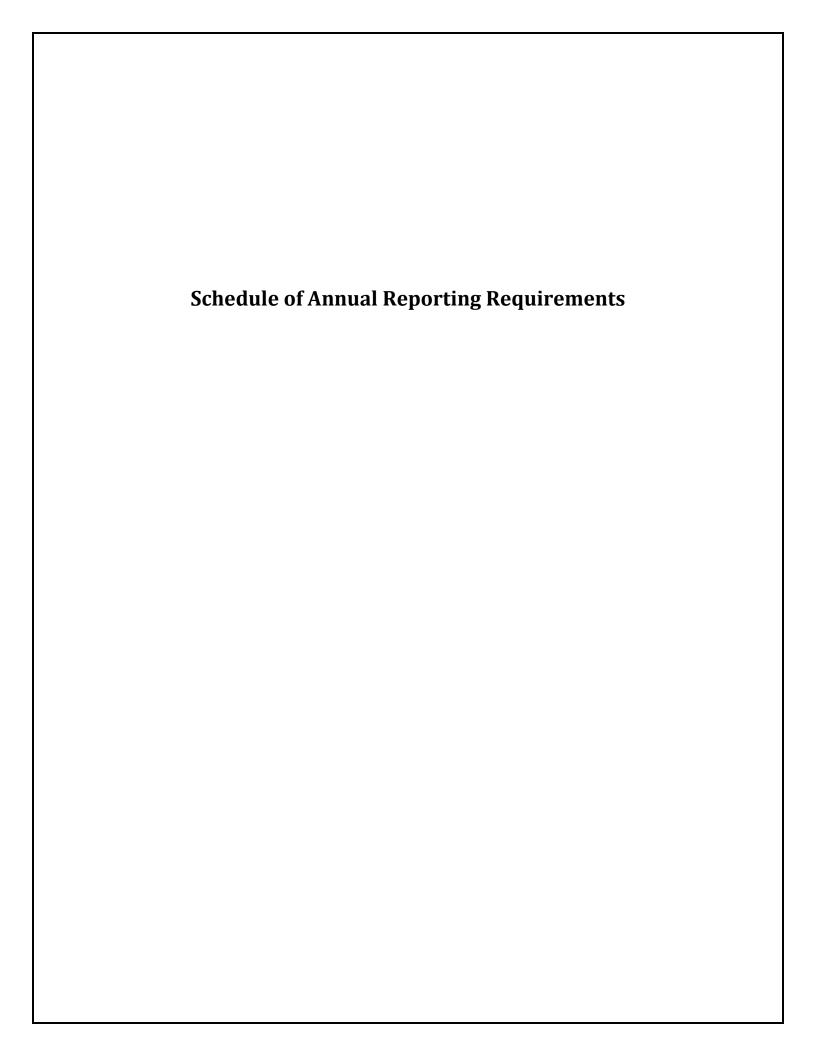
This reissued report incorporates multiple changes from the original report dated December 12, 2016. These changes, including their reasons and impacts, are described below:

- The Report on DSH Verifications (table) has been updated to reflect two calculations of
  uncompensated care costs, as described in the newly inserted Notes of Recent DSH Litigation
  above. This change in reporting format was requested by the Texas Health and Human Services
  Commission (HHSC). While not a required part of the Report on DSH Verifications, the Schedule
  of Annual Reporting Requirements was also updated to present the aforementioned two
  calculations of uncompensated care costs.
- The uncompensated care costs on the Report on DSH Verifications (table) Verification #2 in the "Total Uncompensated Care Costs for Medicaid State Plan Rate Year," as well as the resulting amounts in the "DSH Payment Under or <Over> Total Uncompensated Care Costs (UCC)" columns were updated for eight hospitals. Updates related to seven of these hospitals were the result of appeals, while one hospital's update was the result of an error. None of these updates required a change to the Verification #2 "DSH Payment Complies with the Hospital-Specific DSH Limit" columns of the Report on DSH Verifications (table).
- Due to a formula error, the response in the "DSH Payment Complies with the Hospital-Specific DSH Limit" column of the Report on DSH Verifications (table) Verification #2 (Reducing UCC by Medicare and Private Insurance Payments) was updated from "No" to "Yes" for five hospitals. There was no change to the originally reported DSH payments and uncompensated care costs for these hospitals.

This reissued report incorporates the following change from the reissued report dated December 13, 2017:

 The Schedule of Data Caveats Relating to the DSH Verifications was reinserted, after inadvertent omission from the previous report.

It should be noted that no additional procedures beyond incorporation of the specific changes noted above were performed related to the originally reported data.



#### State of Texas Schedule of Annual Reporting Requirements (table) For the Medicaid State Plan Rate Year Ended September 30, 2013

A	В	C	D	E	F	G	H	I	J	K	L	M	N	0	P	Q	R	S	T	U	V	W
															Total Phothi-		Total Eligible Uncompensated					
															Total Eligible Uncompensated		Care Costs Not					
							Supplemental /								Care Costs Reduced	Total IP/OP	Reduced by					
	State Estimated				Regular IP/OP		Enhanced IP/OP			Total Medicaid			e Total IP/OP	Total Uninsured	by Medicare and	Medicare and	Medicare and		I Total Out-of-Stat			
Hospital Name	Hospital-Specific DSH Limit	Medicaid I/P Utilization Rate	Low-Income Utilization Rate	State-Defined Eligibility Statistic	Medicaid FFS Rate Payments	e IP/OP Medicaid MCO Payments	Medicaid Payments		I Care - Medicaio ts IP/OP Service:		Indigent Care/Self- Pay Revenues	Section 1011 Payments	Uninsured Cost of Care	Uncompensated Can Costs	Private Insurance Payments	Private Insurance Payments	Private Insurance Payments	Payments Received	DSH Payments Received	Medicaid Provid Number	der Medicare Provider Numbe	Total Hospital er Cost
nospitai vame	DSH LIMIT	Othization Rate	Ottiization Rate	Eligibility Statistic	rayments	MCO Payments	Payments	(F+G+H)	is ir/Or service:	(I-I)	ray Revenues	Payments	or care	(N-M-L)	(K+O)	rayments	(P+Q)	Received	Received	Number	Provider Numbe	r cost
Providence Memorial Hospital	29,774,540	45.04%	6 24.03%		29,062,547	34,938,242	18,328,536	82,329,325	78,023,019	(4,306,306)	2,911,123	0	12,075,347	9,164,224	4,857,918	19,153,397	24,011,315	9,113,175		130601104	450002	215,724,305
United Regional Health Care System	41,955,688	27.24%			22,842,752		17,260,442	50,483,480		(5,703,972)		0	24,581,091	23,287,865	17,583,893	17,360,401	34,944,294			135237906	450010	219,559,965
St. Joseph Regional Health Center Dallas Co. Hosp. Dist.	28,075,677 413,113,500	22.91% 58.64%			19,108,725 138,655,264	8,838,536 64,383,089	18,476,365 263,202,875	46,423,626 466,241,228		(8,202,520)	3,506,567	0	21,243,184	17,736,617 357,799,971	9,534,097 220,540,467	13,266,703 37.561.591	22,800,800 258.102.058			127267603	450011 450015	207,341,413 1.008.291.997
The University Of Texas Medical Br.	413,113,500 55,017,493	36.48%			71 593 880	54 350 719	27 539 171	153 483 770		(6,477,954)		0	38 263 608	35,799,971	28,991,068	22,908,414	51 899 482	55 017 493		094092602	450015 450018	940 492 916
Baylor University Medical Center	99,339,366	23.71%			60,205,325	27,281,382	48,254,989	135,741,696		761,938	3,679,744	0	67,148,548	63,468,804	64,230,742	44,420,438	108,651,180	12,516,108	. (	139485012	450021	798,644,971
University Medical Center Of El Paso	121,194,556	31.82%			25,662,509		69,918,182	105,894,976		(51,134,369)		0	94,865,511	85,653,198	34,518,829	10,960,644	45,479,473			138951211	450024	234,933,147
Valley Baptist Med Cntr Brownsville Laredo Medical Center	39,619,864 12,845,981	55.19% 54.95%			34,304,678 45,817,670		15,618,620 1.650,734	60,982,283		(8,087,494) 6,643,267	1,528,880 2,555,527	0	13,279,463	11,750,583 8,894,051	3,663,089 15,537,318	25,796,842 36,695,725	29,459,931 52,233,043			165241401 162033801	450028 450029	99,148,790 148,521,865
Marshall Regional Medical Center	7.026.091	32.31%			7.753.525	3.846.710	838.529	12.438.764		2.977.495	440.985	0	5.165.356	4.724.371	7.701.866	6.563.260	14.265.126	1.723.235		112667403	450029	54.200.712
Valley Baptist Medical Center	49,918,805	39.25%	21.45%		48,086,077	18,105,163	27,105,788	93,297,028	82,003,743	(11,293,285)	1,675,091	0	21,561,062	19,885,971	8,592,686	36,723,069	45,315,755	10,712,822		136361607	450033	218,549,681
Christus Hospital	47,840,729	22.52%			21,050,142		19,296,291	53,307,363		(2,915,577)		0	26,032,059	23,594,912	20,679,335	15,702,782	36,382,117	8,081,867		138296208	450034	278,064,176
St Joseph Medical Center Good Shepherd Medical Center	45,009,178 24,782,719	50.61% 32.27%			23,701,219 27,256,004		27,533,710 751.846	79,232,508 44,256,832		(1,760,757) 11,634,176	1,335,955 1,965,461	0	16,603,155 22,472,250	15,267,200 20,506,789	13,506,443 32.140.965	12,115,001 20,476,721	25,621,444 52.617.686			181706601	450035 450037	189,370,215 225.572.940
TCHD D/B/A IPS Health Network	24,782,719	41.58%			63.878.451	44.135.868	147.136.467	255.150.786		(93.958.702)	1,965,461	0	232.472.336	20,506,789	132.865.835	19.015.250	151.881.085			126675104	450037	551.975.738
Covenant Health System	50,727,984	18.57%			28,895,874	13,335,964	32,890,053	75,121,891	60,067,248	(15,054,643)		0	26,458,452	24,519,984	9,465,341	23,404,421	32,869,762	6,833,435		139461107	450040	404,062,424
Christus Spohn Hosp Corpus Christ	108,118,439	29.38%	34.08%		55,329,542	27,748,137	73,049,208	156,126,887	109,374,542	(46,752,345)	3,798,436	0	66,485,432	62,686,996	15,934,651	41,599,508	57,534,159			121775403	450046	446,054,757
Methodist Dallas Medical Center Goodall-Witcher Hospital Authority	44,651,444 1 119 458	38.93%			35,361,147 1,092,023	28,405,506	21,868,479 167.476	85,635,132 1 881 784		(2,498,951)	2,209,813 163,531	0	29,819,310	27,609,497 513,883	25,110,546 569 583	25,193,152 727,402	50,303,698			135032405	450051 450052	309,862,907 8 361 024
Scott and White Memorial Hospital	61.344.701	29 09%			60 197 744		107,476	85 648 036		60 917 261	6 565 477	0	65 401 122	58 835 645	119 752 906	41.280.017	161.032.923			1370/5109	450054	826 862 278
Rolling Plains Memorial Hospital	2,660,576	37.81%	6 26.04%		2,837,681	1,725,407	951,840	5,514,928	6,654,278	1,139,350	152,413	0	2,153,573	2,001,160	3,140,510	2,150,218	5,290,728	1,870,243		133244705	450055	20,618,958
Baptist Health System	62,410,102	29.08%	6 16.46%		77,056,651	85,129,695	33,181,458	195,367,804	165,926,134	(29,441,670)	5,300,684	0	56,124,162	50,823,478	21,381,808	62,264,562	83,646,370	15,583,162		159156201	450058	733,553,744
Memorial Hermann Texas Medical Cntr	89,445,462	36.26%			94,355,156		59,054,089	232,588,002		3,602,392	9,010,385	0	73,109,994	64,099,609	67,702,001	50,187,623	117,889,624			137805107	450068	862,848,343
D. M. Cogdell Memorial Hospital UT MD Anderson Cancer Center	3,683,197 84 116 923	41.91%			1,434,712 67 580 200		1,193,898	3,819,230		363,094 11 749 377	193,694 42,789,533	0	2,185,768	1,992,074 25,804,636	2,355,168 37 554 013	812,249 29 252 465	3,167,417 66,806,478			136330107	450073 450076	17,800,166 2,009,380,966
Titus Regional Medical Center	5,249,191	30.42%			6,041,422	5,346,161	1,412,243	12,799,826	13,561,362	761,536	416,588	0	4,003,599	3,587,011	4,348,547	3,424,607	7,773,154	3,746,233		138913209	450080	51,076,155
Christus Spohn Bee Hospital	2,527,063	40.89%	6 24.51%		3,909,282	3,433,475	1,188,958	8,531,715	8,892,686	360,971	280,492	0	3,960,307	3,679,815	4,040,786	2,896,469	6,937,255	1,060,698		020811801	450082	26,381,458
ETMC - Tyler	34,647,432	25.62%			37,463,415		5,001,376	52,767,817			2,592,714	0	24,623,736	22,031,022	22,695,908	29,139,636	51,835,544			020812601	450083	271,550,100
Graham Regional Medical Center North Texas Medical Center	1,105,094 3,987,927	23.92%			1,018,781 2,839,792	1,197,762 2,360,939	435,353 854 762	2,651,896	2,767,907 7,018,902	116,011 963 409	197,071 208,620	0	1,127,219	930,148 3 310 345	1,046,159 4 273 754	731,882 1.805.212	1,778,041	734,109		130613604	450085 450090	17,756,903 28,823,783
Fort Duncan Medical Center	6,859,770	46.24%			14.805.958	6,653,843	771.410	22.231.211	21.649.245	(581,966)	1.115.258	0	4,601,870	3,310,343	2,904.646	11.649.230	14.553.876	2,904,646		110803703	450090	45.662.143
Bayshore Medical Center	37,962,097	39.10%	5 29.01%		27,697,835	37,336,012	21,870,973	86,904,820	74,901,615	(12,003,205)	2,111,190	0	34,080,203	31,969,013	19,965,808	17,750,561	37,716,369	7,052,796		020817501	450097	245,805,789
Hillcrest Baptist Medical Center	34,945,072	31.53%			16,046,139	7,806,551	4,114,797	27,967,487	36,104,396	8,136,909	1,187,550	0	15,232,811	14,045,261	22,182,170	11,466,940	33,649,110			138962907	450101	166,884,203
Mother Frances Hospital	35,166,087 16,669,563	22.44%			25,041,171 7 485 974	15,500,163 3 483 352	12,873,800 4 142 741	53,415,134 15,112,067	55,827,267 17 166 485	2,412,133	4,350,400 988 345	0	22,929,560	18,579,160 7 522 094	20,991,293 9 576 512	18,136,050 6,028,167	39,127,343 15,604,679			094108002	450102 450104	382,381,112 68,877,712
Guadalupe Regional Medical Center Las Palmas Medical Center	28.868.509	33.97%			50.016.255		16.668.822	111.787.825		(11,610,057)		0	25.434.769	23.329.380	11,719,323	39.021.559	50.740.882			0 094109802	450104	330,979,219
Connally Memorial Medical Center	3,464,581	21.30%	13.35%		2,059,422	764,984	914,564	3,738,970	3,866,979	128,009	402,061	ō	1,966,085	1,564,024	1,692,033	1,830,428	3,522,461	2,481,686		135151206	450108	18,176,174
South Texas Health System	50,642,306	47.07%			62,446,783		27,280,582	110,957,672		(9,020,146)		0	30,600,230	28,158,100	19,137,954	43,739,045	62,876,999			094113001	450119	234,915,248
University Med Center Brackenridge	91,706,250 17.855.837	43.52% 57.32%	5 35.38% 5 31.65%		33,766,580 25,668,598	17,089,043 11.014.865	52,063,504 4,873,684	102,919,127 41,557,147	83,582,603 39,366,417	(19,336,524)	2,109,000	0	83,972,640 8,791,357	81,863,640 8.081.313	62,527,116 5.890.583	11,989,686 19.182.249	74,516,802 25.072.832	25,421,612 5.890.583		137265806 135035706	450124 450128	270,993,492 78.667.471
Knapp Medical Center Medical Center Health System	39 010 186	28 48%			25,008,598		9 505 076	42,731,074		6 288 893	4 775 602	0	28 732 519	23 956 917	30 245 810	19,182,249	48 384 751			135235306	450128	209 914 803
Midland Memorial Hospital	23,680,544	21.83%			13,524,066		8,258,472	28,475,669		3,615,966	2,943,477	0	17,788,078	14,844,601	18,460,567	10,645,414	29,105,981			136143806	450133	196,191,577
Texas Health Fort Worth	72,515,167	23.40%			38,501,857		37,117,356	102,702,102		(2,952,580)		0	48,524,553	45,831,204	42,878,624	28,933,286	71,811,910			112677302	450135	560,311,712
Baylor All Saints Medical Center Permian Regional Medical Center	46,291,257 3.139.191	30.94% 46.96%			22,346,171 776.823	13,853,337 1,447,340	13,344,759	49,544,267 2.224.163	63,361,214 3,167,963	13,816,947 943,800	1,139,781 600.218	0	14,035,659	12,895,878 1.362,652	26,712,825 2.306.452	17,995,485 418,908	44,708,310 2,725,360	7,344,105		135036506 127298103	450137 450144	292,227,726 15.152.113
Texas Health Cleburne	9,985,629	23.19%			3,784,600		2.874.692	10.058.847	11.121.367	1.062.520	416.097	0	7.168.869	6.752.772	7.815.292	2.858.645	10.673.937	795.372		131036903	450144	54.979.017
Metroplex Hospital	9,755,065	35.40%			9,418,084		1,482,923	17,250,254		5,255,955	164,273	0	7,079,528	6,915,255	12,171,210	7,412,937	19,584,147			094119702	450152	88,527,831
Val Verde Regional Medical Center	6,613,323	40.14%			7,201,609		2,255,004	14,346,493		1,290,008	606,864	0	3,760,679	3,153,815	4,443,823	5,518,577	9,962,400			119877204	450154	41,331,237
Hereford Regional Medical Ctr Christus Spohn Kleberg Memorial Hosp	1,741,067 6.091.134	44.37% 36.61%			1,280,883 5,124,124		1,051,207 3.187.510	3,431,812 12,808,304	3,929,122 11.539.123	497,310 (1.269,181)	296,643 294,722	0	1,378,017	1,081,374 3,309,109	1,578,684 2.039,928	585,443 4.086.919	2,164,127 6.126,847	1,311,092 2.126.244		133544006	450155 450163	12,427,550 37.478.865
South Texas Medical Center	5,586,554	38.15%			4,030,872		3,302,226	10.091.033	9,493,967	(597,066)		0	3,671,723	3,233,188	2,636,122	2,875,639	5,511,761			121780403	450165	30,322,840
Mission Hospital	30,549,743	56.72%			32,185,231		18,428,791	57,972,061		(9,032,808)	2,204,260	0	11,515,987	9,311,727	278,919	22,353,231	22,632,150			112679902	450176	97,086,231
Uvalde Memorial Hospital	8,693,943	45.73%			6,058,536		3,847,199	14,580,736		978,986	510,413	0	5,793,533	5,283,120	6,262,106	4,721,293	10,983,399			121782003	450177	42,721,586
Pecos County Memorial Hospital	2,385,236	29.57%			2,153,839		675,900	4,366,916		(284,746)	256,311	734		2,265,966	1,981,220	1,602,692	3,583,912			130616905	450178	16,092,822
Memorial Hermann Hospital Sys Scott & White Hospital Brenham	118,712,888 3,594,936	29.23%			89,702,002 3.074.813	48,889,431 1,566,872	73,141,457	211,732,890	194,463,369	(17,269,521)	11,126,610	0	81,699,575 3.127.368	70,572,965 2.987.892	53,303,444 5.268.611	63,907,106 2.168,520	117,210,550 7.437,131	14,866,041		020834001	450184 450187	938,362,822 32.617.610
ETMC Clarksville	2,309,346	37.37%	19.36%		1,847,249	264,108	568,834	2,680,191	3,196,228	516,037	36,004	0	1,063,384	1,027,380	1,543,417	1,618,333	3,161,750	1,709,177		130862905	450188	9,531,966
Hill Regional Hospital	2,531,008	38.67%			2,620,447		18,912	4,785,773			241,571	0	2,240,308	1,998,737	4,267,462	1,656,762	5,924,224			133252005	450192	21,890,074
ETMC Jacksonville Wodley Regional Medical Contox	4,446,789 11.479.443	41.55% 36.36%			3,417,390	3,251,903 2,883,610	601,437	7,270,730 23,774,878		509,352 857,267	84,277 384,766	0	1,866,162	1,781,885 5,757,705	2,291,237 6.614.972	2,162,737 8.540,776	4,453,974			130612806	450194 450200	22,211,504
Wadley Regional Medical Center Northwest Texas Hospital	11,479,443 55,206,382	36.36%			14,425,119 25,479,315		6,466,149 35,056,156	23,774,878 84.207.357	24,632,145	857,267 (16,014,855)		0	6,142,471	5,757,705 33,858,378	6,614,972 17.843.523	8,540,776 14,103,274	15,155,748 31,946,797	3,408,773 12,319,973		207311601	450200 450209	84,505,756 223,528,165
ETMC Carthage	1,772,357	30.42%	19.10%		1,856,262	1,573,478	630,613	4,060,353	4,309,302	248,949	135,861	0	1,910,932	1,775,071	2,024,020	1,419,173	3,443,193	1,105,135		094127002	450210	13,554,042
University Health System	206,417,156	43.59%			64,630,296		103,233,870			(64,411,159)		0	165,417,674	162,368,718	97,957,559	21,869,743	119,827,302			136141205	450213	542,674,723
Gulf Coast Medical Center Llano Memorial Hospital	4,815,954	45.11%	6 19.35% 6 14.93%		3,218,634	2,025,404	0 341.087	5,244,038	7,176,663	1,932,625	55,209 720,489	0	735,040	679,831	2,612,456	2,281,657 1,019,781	4,894,113 2,825,469			178815001 220798701	450214 450219	20,384,805
Llano Memorial Hospital  Moore County Hosp. Dba Dumas Mem Hos	3,481,008 2,380,419	40.72%			1,673,307 2.120.313	1,306,275	341,087	3,320,669	4,066,532 5.148.462	745,863 1.428.284	720,489 265.374	0	1,780,314	1,059,825	1,805,688 2.675,589	1,019,781	2,825,469 3.784.263	2.332.365		0 220798701	450219 450221	20,255,877
Hendrick Medical Center	35,453,962	24.18%	6 20.72%		23,366,416	9,605,322	23,278,565	56,250,303	44,160,962	(12,089,341)	1,092,915	0	24,246,966	23,154,051	11,064,710	18,117,248	29,181,958	5,095,319		138644310	450229	224,825,390
Baptist Saint Anthony's Hospital	21,118,265	12.73%	11.62%		14,823,845	7,178,517	11,877,073	33,879,435	32,018,164	(1,861,271)	1,339,521	0	19,270,738	17,931,217	16,069,946	10,503,392	26,573,338	4,923,041	. (	133457505	450231	301,117,599
Gonzales Healthcare Systems	2,023,812	33.54%			1,706,011	706,417	318,017	2,730,445		879,446	230,984	0	1,502,008	1,271,024	2,150,470	975,710	3,126,180			121785303	450235	14,541,872
Hopkins County Memorial Hospital Santa Rosa Health Care	7,521,149 61,119,460	34.86% 44.56%			6,245,345 34,661,914		1,398,797	11,878,987 116,449,187		1,442,464 (7,719,136)	508,978 3,012,208	0	4,634,876	4,125,898 26,666,982	5,568,362 18,947,846	4,167,592 24,470,777	9,735,954 43.418.623			0 131037704	450236 450237	46,133,687 352,826,173
Faith Community Hospital	815,455	73.16%			479,798	151,996	193,990	825,784	1,280,955	455,171	34,844	0	858,713	823,869	1,279,040	416,568	1,695,608			119874904	450241	4,894,174
Hamlin Memorial Hospital	331,355	19.59%	7.40%		300,377	73,694	61,138	435,209	667,046	231,837	19,169	0	155,531	136,362	368,199	275,055	643,254	257,008		094131202	450243	3,111,692
Central Texas Medical Center	11,794,803	36.06%			6,436,803	4,306,182	7,400,447	18,143,432		(2,974,278)		0	7,109,883	6,699,717	3,725,439	5,160,071	8,885,510		(	121789503	450272	64,234,243
Harris County Hospital District Frio Regional Hospital	564,820,283 2.428.285	53.09%			124,920,912 1.140.584	33,973,275	328,289,680 527,856	487,183,867 2 586 225	260,257,263	(226,926,604)	11,075,643 253,793	0	514,388,365 1,135,193	503,312,722 881.400	276,386,118	18,566,103 825,426	294,952,221	139,293,132		133355104	450289 450293	1,005,148,100
Cleveland Regional Medical Center	2,428,285 8,292,804	9.09%			3,332,739		347,856 n	2,586,225 5,461.596	9,668,047	4,206,451	453,793 n	0	, 1,135,193 , n	001,400	4,206,451	3,052,891	7,259,342			112688002	450293 450296	23,510,095
Texoma Medical Center	24,128,152	25.26%	6.55%		15,966,817	6,175,499	0	22,142,316	32,217,221	10,074,905	671,028	0	10,673,677	10,002,649	20,077,554	12,659,038	32,736,592	5,140,915		194997601	450324	161,044,634
Oakbend Medical Center	19,804,571	48.21%			9,112,822		13,882,708	30,982,392				0	8,798,625	8,065,390	2,595,983	6,211,276	8,807,259			127303903	450330	76,956,581
Baptist Beaumont Hospital	30,411,652	27.45%			19,321,234	8,301,333	7,955,054	35,577,621	38,153,694	2,576,073	614,361	0	12,812,871	12,198,510	14,774,583	14,810,446	29,585,029	8,315,003		0 094148602	450346	180,176,138
Falls Community Hospital and Clinic Texas Health Harris Methodist Stephe	1,496,775 4,340,200	38.07% 24.42%			1,225,698 2.693.818	775,884 2.347.321	625,895	2,627,477 5.041.139	2,455,361 6,611,063	(172,116) 1.569.924	97,499 420.407	0	921,727	824,228 2.780.111	652,112 4.350.035	1,095,712 1,826,809	1,747,824 6.176.844			133367602 121794503	450348 450351	7,596,194 33.743.725
Hunt Regional Medical Center	14,826,608	29.53%	6 16.57%		10,172,258	5,936,706	3,914,431	20,023,395	20,782,009	758,614	960,215	0	9,550,648	8,590,433	9,349,047	8,010,496	17,359,543	10,653,169		131038504	450352	87,618,187
Childress Regional Medical Center	1,284,846	34.33%	6 16.92%		1,145,528	1,137,445	286,235	2,569,208	3,132,114	562,906	151,159	0	1,151,952	1,000,793	1,563,699	925,600	2,489,299	975,187		133250406	450369	12,332,688
Columbus Community Hospital	748,734	28.71%	11.45%		2,112,519	958,719	374,744	3,445,982	3,503,659	57,677	198,090	0	1,418,479	1,220,389	1,278,066	1,474,464	2,752,530	285,123		135033204	450370	17,999,330

#### State of Texas Schedule of Annual Reporting Requirements (table) For the Medicaid State Plan Rate Year Ended September 30, 2013

Definition of Uncompensated Care: The definition of uncompensated care was based on guidance published by CMS in the 73 Fed. Reg. 77994 dated December 3, 2014, and the 82 Fed. Reg. 16114 dated April 3, 2017, and the withdrawal of FAQs 33 and 34 by CMS on December 31, 2018. The annual reporting requirements below are presented reflecting both the current CMS guidance (the withdrawal of FAQs 33 and 34 by CMS) in column R, as well as separate, alternative calculations made based the DSH Fnail Rule in Federal Register/ Vol. 82, No. 62, April 3, 2017 in column FTn Evaluated suncempensated care costs (DCC) represented the net uncompensated costs of providuate hospital services received. The UCIC for these patter groups was calculated using Medicare cost reporting methods, and utilized the most recent CMS 2552 cost report. The calculations must be a considered for the following Medical care in the state and out-of-state appriment categories: Fee-Fee-Service Medical grimmary. Fee-feed for the Medical digrimmary. Almaged Care Medical Grimmary, Managed Care Medical Grimmary, Man

B C D E F G H I J K L M N O P

								•									Total Eligible				
															Total Eligible		Uncompensated				
							Supplemental /								Uncompensated Care Costs Reduced	Total IP/OP	Care Costs Not Reduced by				
	State Estimated				Regular IP/OP		Enhanced IP/OP		Total Cost of	Total Medicaid	Total IP/OP	Total Applicable	Total IP/OP	Total Uninsured	by Medicare and	Medicare and	Medicare and	Total In-State DSH	Total Out-of-State		
	Hospital-Specific	Medicaid I/P	Low-Income	State-Defined	Medicaid FFS Rate	IP/OP Medicaid					Indigent Care/Self-	Section 1011		Uncompensated Care		Private Insurance	Private Insurance	Payments	DSH Payments Medicaid Provide	r Medicare	Total Hospital
Hospital Name	DSH Limit	Utilization Rate	Utilization Rate	Eligibility Statistic	Payments	MCO Payments	Payments	IP/OP Payments	IP/OP Services		Pay Revenues	Payments	of Care	Costs	Payments	Payments	Payments	Received	Received Number	Provider Number	er Cost
Methodist Hospital	98 929 990	04.080	18 96%		104.445.623			(F+G+H)	240 990 573	(J-I)			78,691.097	(N-M-L)	(K+0)	74.706.485	(P+Q)	26.220.187	0 094154402	450388	1.002.816.278
Methodist Hospital ETMC Athens	98,929,990 18.454.560	31.05% 29.44%			7.838.904	101,275,121 4,700,985		254,289,744 17,231,733	17.350.872	(13,299,171) 119,139	5,264,822 200.034	0	78,691,097 8.438.869	73,426,275 8.238.835	60,127,104 8.357,974	6.216.296	134,833,589 14.574.270	13.474.233	0 094154402	450388 450389	63.685.245
Memorial Medical Center - Livingston	7,865,732	32.77%			4,325,522			9.332.918	11.121.186	1.788.268	397.187	0	4,477,586	4.080.399		3.108.071	8,976,738		0 112697102	450395	40,083,247
Brownfield Regional Medical Center	2,401,687	34.05%			1,339,002		803,984	2,898,585	3,104,493	205,908	171,379	0	1,157,692	986,313	1,192,221	898,706	2,090,927	1,703,053	0 130618504	450399	10,000,547
St. Davids Medical Center	40,177,206	31.57%	16.50%		33,879,206	28,148,851	28,874,824	90,902,881	78,987,530	(11,915,351)	2,414,134	0	22,778,062	20,363,928	8,448,577	21,968,919	30,417,496	9,831,738	0 094160102	450431	399,415,055
Riverside General Hospital	5,816,325 5,109.834	50.38% 38.80%	8.81% 14.29%		1,154,741 6.073.489	427,312 3.608.113	1.842.752	1,582,053 11.524.354	3,153,654 11.306.476	1,571,601 (217,878)	0 321.703	0	3.492.824	3.171.121	1,571,601 2,953,243	1,017,584 4,908.668	2,589,185 7.861.911	1,029,376 730,569	0 131040104 0 112701102	450446 450447	13,144,085 36.860.475
Navarro Regional Hospital Texas Health Dallas	67,750,955	21.17%			22.981.407			80.266.062	73,469,029	(6.797.033)		0	26.444.780	25.442.786		15.336.880	33.982.633		0 020908201	450462	481.051.388
Matagorda General Hospital	4,209,088	29.94%			4.803.819			10.623.822	11.124.615	500.793	238.994	0	5,338,185	5.099.191		3.585.807	9.185.791		0 130959304	450465	42.546.841
ETMC Henderson	4,234,738	37.89%	38.69%		2,526,860	3,676,632	558,216	6,761,708	6,532,623	(229,085)	291,975	0	2,862,479	2,570,504	2,341,419	1,696,135	4,037,554	727,281	0 208843701	450475	19,459,942
Medical Arts Hospital	1,274,820	37.06%			1,032,453		580,265	2,348,010	2,405,192	57,182	164,959	0	675,532	510,573	567,755	697,117	1,264,872		0 189947801	450489	9,277,891
Nacogdoches Memorial Hospital	13,367,859	29.02% 33.27%			9,217,933 9,223,106			16,528,502	19,018,407 21.811.289	2,489,905 1.789,277	661,257 657,081	0	7,626,950 5,707.856	6,965,693 5.050,775	9,455,598 6.840.052	5,989,076 7.307.488	15,444,674 14.147.540		0 131030203	450508 450518	71,585,300 92.091.371
The Medical Center of Southeast Texa Covenant Hospital Plainview	8,092,597 3,265,176	42.38%			3 589 582			20,022,012 6 580 876	7 120 137	539 261	243 978	0	2 9 1 7 6 4 0	2,050,775		2.215.803	5.428.726		0 163925401 0 127263503	450518	92,091,371 25,740,454
Palo Pinto General Hospital	3.710.390	34.29%			3.069.288			7.306.045	8.000.853	694,808	389,390	0	2,563,234	2,173,844	2.868.652	2.023.566	4.892.218		0 138950412	450565	30,544,238
Shannon Medical Center	15,686,814	28.03%			17,795,610	7,524,044	9,034,388	34,354,042	36,241,213	1,887,171	1,040,024	0	14,972,005	13,931,981	15,819,152	14,421,537	30,240,689	3,697,835	0 137226005	450571	166,111,568
Jasper Memorial Hospital	3,026,660	37.45%			3,412,714			6,352,581	6,593,512	240,931	428,654	0	2,603,494	2,174,840		2,576,842	4,992,613		0 112706003	450573	21,287,782
ETMC Crockett	2,160,646	40.23%			2,186,320			3,879,840	4,517,561	637,721	67,020	0	1,116,982	1,049,962		1,655,710	3,343,393		0 137319306	450580	13,653,223
Baylor County Hospital District Brownwood Regional Medical Center	353,211 6.295.852	24.10% 37.19%			701,975 7.675.669	423,831 4.854.037		1,125,806 15,948,277	1,482,178 15.295.604	356,372 (652,673)	81,577 671.702	0	381,911 3.819.014	300,334 3,147,312		574,938 5.722.511	1,231,644 8,217,150		0 138353107 0 020930601	450586 450587	6,515,174 52,136,351
Angleton-Danbury Medical Center	5,739,284	36.55%			1,792,232		1,608,826	5,838,094	7,498,678	1,660,584	389,280	0	3,229,258	2,839,978	4,500,562	1,381,261	5,881,823	4,026,128	0 121805903	450591	28,332,813
Cuero Community Hospital	2,346,540	35.91%	18.20%		2,311,618	1,595,899	386,918	4,294,435	6,138,686	1,844,251	369,380	0	1,251,016	881,636	2,725,887	1,844,967	4,570,854	1,947,098	0 138911609	450597	20,572,745
Clear Lake Reg Med Ctr	30,360,013	25.22%			33,497,557			89,363,220	77,589,554	(11,773,666)	1,462,827	0	29,139,479	27,676,652		25,138,264	41,041,250		0 121807504	450617	363,486,364
Dimmit Regional Hospital District	1,668,143 12,510,409	38.53%	28.66%		1,153,003 17.065.432	2,023,127 6,956,080	613,064 4,764,039	3,789,194 28,785,551	3,920,267 29.908,797	131,073	333,193 1.563.107	0	1,907,755	1,574,562	1,705,635 5,985,087	1,065,582	2,771,217 19.000.578	1,139,053 5,985,087	0 217884001 0 094186602	450620 450643	10,667,510
Doctors Hospital Of Laredo Medical City Dallas Hospital	12,510,409 39,369,730	42.34% 23.34%	15.22% 16.72%		17,065,432 34,981,760		4,764,039 20.857.937	28,785,551 101,415,224	29,908,797 87,372,224	1,123,246 (14,043,000)	1,563,107 2.360.544	0	6,424,948 22,261,752	4,861,841 19,901,208	5,985,087	13,015,491 19,889,890	19,000,578 25.748.098	5,985,087 8,353,564	0 094186602 0 020943901	450643 450647	80,368,529 421,357,399
Scenic Mt Regional	4,849,379	28.70%			2,936,709			8.533.353	7.682.704	(850.649)		0	2.961.130	2,477,959	1,627,310	2.056.908	3.684.218		0 131043506	450653	27,999,701
Starr County Memorial Hospital	6,539,784	76.62%			7,756,566			11,167,834	13,722,727	2,554,893	659,522	0	4,234,533	3,575,011	6,129,904	5,419,667	11,549,571		0 136332705	450654	20,803,936
Odessa Regional Hospital	14,585,948	44.52%			7,241,630				29,657,916	6,004,687	483,160	0	4,045,732	3,562,572		5,639,463	15,206,722			450661	85,240,375
Valley Regional Medical Center	19,646,139	52.53%	23.56%		32,635,023	16,508,787		57,465,385	51,181,647	(6,283,738)	1,428,113	0	11,845,751	10,417,638	4,133,900	26,445,961	30,579,861	6,785,480	0 020947001	450662	103,827,513
University Medical Center UT Health Center at Tyler	58,327,227 9,789,492	38.19% 28.93%			47,829,668 8.174,477			93,011,160 14.844.799	106,380,429 20.947.522	13,369,269 6.102.723	6,220,177 298.952	0	47,349,038 3.862.341	41,128,861 3,563,389		28,056,973 5.266,732	82,555,103 14,932,844	43,247,389 9,789,492	0 137999206 0 127278304	450686 450690	363,811,493 77.089.717
Southwest General Hospital	14.718.317	53.03%			20.876.065			46.186.085	44.996.364	(1.189.721)	298,952 377.547	0	7.893.265	7,515,718		17,222,625	23.548.622		0 12/2/8304	450690	96.584.168
Lamb Healthcare Center	1,676,076	38.24%			811,512	460,011		1,820,901	2,306,175	485,274	24,510	0	535,863	511,353		542,621	1,539,248		0 127313803	450698	6,910,545
Rio Grande Regional Hospital	18,109,603	48.48%	28.42%		45,380,665	20,896,954		74,157,734	70,956,464	(3,201,270)	1,997,986	0	18,256,121	16,258,135	13,056,865	33,666,923	46,723,788	9,792,732	0 112716902	450711	156,312,332
Cypress Fairbanks Medical Center	15,683,848	47.07%			10,102,924			35,734,432	35,030,995	(703,437)	1,744,953	0	10,218,047	8,473,094	7,769,657	5,227,075	12,996,732		0 112718503	450716	115,340,545
Knox County Hospital	454,587 5.161.568	26.04% 33.96%			357,633 7.833,583			551,094 13 394 641	826,015 13.462.018	274,921 67,377	133,539 300,420	0	264,803 3.305.588	131,264 3.005.168		331,272 5.565.811	737,457 8.638.356	343,940 1 953 856	0 121053602 0 121816602	450746 450747	2,936,471 48 908 455
Palestine Regional Medical Center Covenant Hospital Levelland	2,707,968	42.03%			7,833,583 1.314.582				3.977.927	287.852	300,420 202.280	0	1,226,807	3,005,168		5,565,811 806.725	8,638,356 2.119.104		0 121816602	450747 450755	48,908,455 13.063.315
Corpus Christi Medical Center	25.987.339	31.63%			15.475.508	21,469,384		51,619,658	50,224,760	(1,394,898)	1,428,728	0	13.862.557	12,433,829		12,110,156	23,149,087	10,539,737	0 020973601	450788	219,299,701
Christus St Michael	30,745,692	25.42%			24,400,380			38,208,496	38,508,690	300,194	784,295	0	13,084,959	12,300,664		15,883,094	28,483,952		0 020976901	450801	183,040,880
Doctors Hospital Tidwell	7,039,884	69.10%			7,243,211			14,249,024	19,747,998	5,498,974	515,800	0	2,478,849	1,963,049		4,825,209	12,287,232		0 112727604	450803	33,764,413
Christus Spohn Alice Ennis Regional Medical Center	8,826,078 5,467,656	50.11% 43.48%			8,705,364 2,406,961	6,011,853 2,355,286		20,131,533 5.311.800	18,878,107 6.674,540	(1,253,426) 1.362,740	756,626 268.028	0	6,383,240 2.205.783	5,626,614 1,937,755	4,373,188 3.300.495	7,115,595 1.510.799	11,488,783 4.811.294		0 094222902 0 121822403	450828 450833	45,714,922 19,992,739
Ennis Regional Medical Center Harlingen Medical Center	5,467,656 15.851.478	43.48% 38.43%			2,406,961 14,889,748				26 684 526	(3,671,205)	268,028	0	6,666,278	1,937,755	3,300,495 2,695,858	1,510,799	4,811,294 15,767,676		0 121822403	450833 450855	19,992,739 84,185,594
Doctors Hospital at Renaissance	17.885.527	51.37%	18.84%		94.087.961	34.931.310	7,720,717	129,019,271	143,250,543	14.231.272	4.340.914	0	14.122.235	9,781,321	24.012.593	68.805.614	92.818.207	17.885.527	0 160709501	450869	307.761.649
Good Shepherd Med. Ctr Linden	340,985	27.48%	15.56%		1,198,269			1,843,598	1,932,297	88,699	29,484	0	1,001,760	972,276	1,060,975	926,376	1,987,351	72,311	0 131035105	451302	7,273,189
Limestone Medical Center	2,178,397	17.90%			1,525,142			2,027,890	2,376,121	348,231	120,943	0	1,099,634	978,691	1,326,922	1,346,345	2,673,267		0 140714001	451303	10,524,997
Schleicher County Medical Center Yoakum County Hospital	272,512 1.586.132	8.58% 33.33%			351,029 1,567,174			407,274 2.514.027	475,234 2,656,654	67,960 142,627	3,366 248,369	0	32,674 1,207,190	29,308 958.821	97,268 1.101.448	321,414 926,668	418,682 2.028,116		0 179272301 0 137227806	451304 451308	3,146,722 11,855,715
Rice Medical Center	1,580,132	33.33% 18.41%			753 584	214 971	404,120	1 372 675	1 236 211	(136 464)	99.756	0	792 484	692.728	556 264	920,008 598 618	1 154 882	1,084,172	0 137227806	451312	7 071 327
Refugio Memorial Hospital	1.442.283	18.25%			1.855.376			2.117.935	2.344.627	226,692	262.810	0	515.568	252,758		1.543.914	2.023.364		0 020991801	451317	6,762,981
Mother Frances Hospital - Jacksonville	2,686,322	17.06%			2,558,765		980,704	5,380,520	5,748,121	367,601	357,637	0	2,432,250	2,074,613		1,523,898	3,966,112	190,818	0 141858401	451319	26,617,430
Lillian M. Hudspeth Memorial Hosp.	924,784	13.00%			370,058			837,838	681,070	(156,768)	74,749	0	613,813	539,064		288,537	670,833		0 121781205	451324	5,460,003
Concho County Hospital Chillicothe Hospital District	493,326 339,643	23.14%			524,518 58 782			712,603 118,947	655,750 91,048	(56,853)	26,038 8 992	0	316,898 142,758	290,860 133,766		504,470 50,040	738,477 155 907		0 091770005 0 154632701	451325 451326	2,875,147 1,850,529
Medina Community Hospital	2,828,161	21.77%			1,055,075				2,592,649	(454.824)	231.737	0	2,410,787	2.179.050		806,192	2.530.418		0 212140201	451330	14.013.603
Coon Memorial Hospital	1,718,296	21.75%			764,456	637,407		1,932,970	1,576,643	(356,327)	31,859	0	1,285,210	1,253,351	897,024	604,046	1,501,070	1,140,854	0 130826407	451331	12,368,190
W.J. Mangold Memorial Hospital	2,729,629	26.28%	16.10%		479,941			1,511,363	1,526,331	14,968	86,023	0	829,942	743,919		293,149	1,052,036		0 126667806	451337	6,531,867
Electra Memorial Hospital	997,335	21.37%			689,756			1,549,620	1,127,964	(421,656)		0	433,806	379,559		610,372	568,275		0 135034009	451343	7,580,697
Yoakum Community Hospital Coleman County Medical Center	2,069,524 661.193	25.90% 26.21%			1,752,793 901,012			2,892,971 1,457,072	3,037,547 1,346,534	144,576 (110,538)	155,817 1.369	0	1,385,046 543,029	1,229,229 541,660		1,446,306 622,044	2,820,111 1,053,166	1,659,279 444,749	0 112673204 0 136144610	451346 451347	14,262,140 5,223,938
Heart of Texas Memorial Hospital	1.004.986	18.05%			1.481.352			2.273.663	1,983.754	(289,909)		0	1.026.050	831.790		1.278.068	1,053,166	792.489	0 138715115	451348	9,377,822
Hardeman County Hospital	458,705	10.03%			790,248			1,016,275		26,150	21,117	0	357,469	336,352		711,440	1,073,942		0 121692107	451352	5,006,671
Olney Hamilton Hospital District	890,585	28.33%			1,131,874	492,262		1,878,243	1,887,717	9,474	90,606	0	662,726	572,120	581,594	876,224	1,457,818	581,594	0 110856504	451354	7,082,553
Memorial Medical Center	2,291,070	25.30%			1,806,638			4,289,354	3,936,365	(352,989)		0	2,578,542	2,116,416		1,274,910	3,038,337	1,538,211	0 137909111	451356	18,109,693
Memorial Hospital-Seminole Ochiltree General Hospital	1,765,606 1,591,221	33.96% 13.69%			1,925,991 587.034	1,171,110 562,984		3,445,162 1,442,001	4,081,657 1,470,782	636,495 28,781	769,511 231,320	0	2,902,754 706.310	2,133,243 474,990		1,206,103 250,589	3,975,841 754,360	1,400,114 1.287.994	0 094121303 0 112704504	451358 451359	17,868,503 8.394.834
Ocnitree General Hospital Golden Plains Community Hospital	1,591,221 3,476,851	13.69% 34.59%			1,389,387			4,692,808	4,206,794	(486.014)	231,320	0	2,632,034	474,990 2,415,755		250,589 892,970	754,360 2.822.711		0 112704504	451359 451369	8,394,834 18,206,597
Muleshoe Area Hospital District	839,822	27.82%			738,898			1,052,840	1,217,310	164,470	0	0	0	0	164,470	605,855	770,325	746,978	0 130877708	451372	5,161,026
Reeves County Hospital	1,442,015	45.83%			1,997,184				3,620,516	97,183	294,086	0	1,778,124	1,484,038		1,712,781	3,294,002		0 112684904	451377	12,810,988
Big Bend Regional Med Ctr	1,331,420	33.88%			1,921,433			3,294,065	3,938,636	644,571	276,548	0	1,785,783	1,509,235		1,166,859	3,320,665		0 094224503	451378	14,406,723
Texas Center for Infectious Disease Cook Children's Medical Center	10,763,702 28 380 787	12.35% 59.49%			33,203 146,622,400			33,593 305 229 201	1,551,360 296 389 683	1,517,767	264,971 1.163.281	0	10,623,397 7,660,726	10,358,426		32,532 38,486,321	11,908,725 36.144.248		0 133257904	452033 453300	14,476,350 549 507 909
Cook Children's Medical Center Driscoll Children's Hospital	28,380,787 18.131.562	59.49% 70.33%			146,622,400 40,207,030				296,389,683 117.930.681	(8,839,518)	1,163,281	0	7,660,726 3,619,472	6,497,445 2,932,930		38,486,321 4,612,006	36,144,248		0 021184901 0 132812205	453300 453301	549,507,909 180,752,706
Children's Medical Center of Dallas	93,181,831	59.55%	48.30%		167,508,079	252,154,493	32,827,654	452,490,226	465,440,323	12,950,097	1,775,015	0	27,095,027	25,320,012	38,270,109	15,906,822	54,176,931	18,075,267	0 138910807	453302	809,127,537
Texas Childrens Hospital	17,987,881	55.41%	39.05%		242,610,329	265,464,772	0	508,075,101	470,467,802	(37,607,299)	5,008,066	0	17,123,245	12,115,179	(25,492,120)	90,229,871	64,737,751	17,987,881	0 139135109	453304	986,461,626
Covenant Children's Hospital Lubbock	1,417,940	55.38%			8,903,391	18,862,496		27,765,887	33,006,971	5,241,084	274,174	0	1,188,125	913,951	6,155,035	615,048	6,770,083		0 127319504	453306	62,244,690
Our Children's House	4,441,200	58.28%			8,266,770		1,196,915	12,828,361	14,408,838	1,580,477	119,694	0	128,956	9,262	1,589,739	1,862,623	3,452,362		0 094357302	453308	30,953,327
Healthbridge Childrens Hospital	38,412	79.61%	81.31%		5,444,263	4,119,867	3,662,193	9,564,130 111,384,305	10,353,799 105,474,919	789,669 (5,909,386)	637.973	0	4,455,131	3,817,158	789,669 (2,092,228)	2,953 13,900,189	792,622 11,807,961	38,412 6,578,654	0 021185601 0 186599001	453309 453310	13,208,972 200,777,115
Dell Childrene Medical Center	12 424 542	56 7400																			
Dell Childrens Medical Center Childrens Hospital of San Antonio	12,426,562	56.76% 66.22%			51,981,103 37,328,909	55,741,009 38,964,367	25.920.914	102.214.190	110,720,470	8.506.280	215.723	0	3.100.226	2.884.503	11.390.783	5.077.520	16.468.303	7.492.842	0 020844903	453315	178,225,670
	12,426,562 46,107,662 2,876,319		54.24%		51,981,103 37,328,909 2,017,831 13,773,224	55,741,009 38,964,367 1,416,720	25,920,914	102,214,190 3,760,622				0	3,100,226 1,347,017	2,884,503 1,124,136	11,390,783	5,077,520 1,325,011	16,468,303 2,520,307 13,565,312	7,492,842 470,772	0 020844903 0 176692501		178,225,670 24,148,508

#### State of Texas Schedule of Annual Reporting Requirements (table) For the Medicaid State Plan Rate Year Ended September 30, 2013

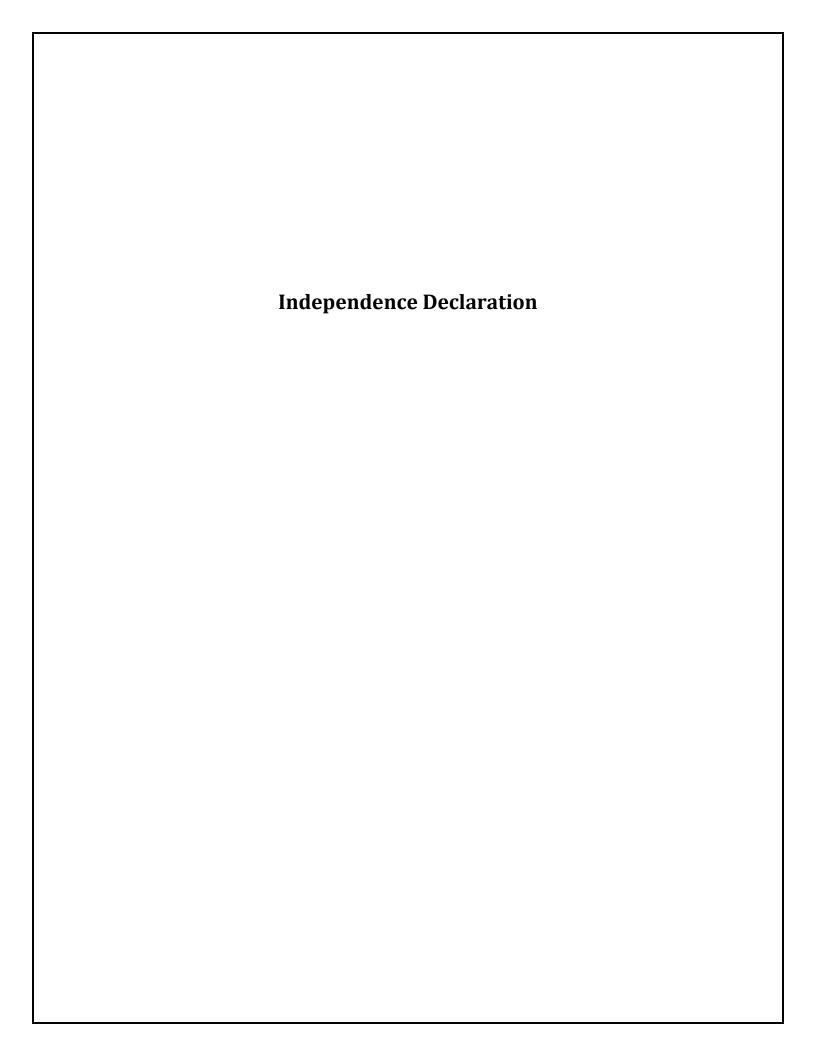
Definition of Uncompensated Care: The definition of uncompensated care was based on guidance published by CMS in the 73 Fed. Reg. 77994 dated December 3, 2014, and the 82 Fed. Reg. 16114 dated April 3, 2017, and the withdrawal of FAQs 33 and 34 by CMS on December 31, 2018. The annual reporting requirements below are presented reflecting both the current CMS guidance (the withdrawal of FAQs 33 and 34 by CMS) in column R, as well as separate, alternative calculations made based the DSH Fnail Rule in Federal Register/ Vol. 82, No. 62, April 3, 2017 in column FTn Evaluated suncempensated care costs (DCC) represented the net uncompensated costs of providuate hospital services received. The UCIC for these patter groups was calculated using Medicare cost reporting methods, and utilized the most recent CMS 2552 cost report. The calculations must be a considered for the following Medical care in the state and out-of-state appriment categories: Fee-Fee-Service Medical grimmary. Fee-feed for the Medical digrimmary. Almaged Care Medical Grimmary, Managed Care Medical Grimmary, Man

A	D	L	D	E	г	G	п		J	Λ.	L	M	N	U	P	Q	R	3	1 0	v	vv
																	Total Eligible				
															Total Eligible		Uncompensated				
															Uncompensated		Care Costs Not				
							Supplemental /								Care Costs Reduced	Total IP/OP	Reduced by				
	State Estimated				Regular IP/OP		Enhanced IP/OP		Total Cost of	Total Medicaid	Total IP/OP	Total Applicable	Total IP/OP	Total Uninsured	by Medicare and	Medicare and	Medicare and	Total In-State DSH	Total Out-of-State		
	Hospital-Specific	Medicaid I/P	Low-Income	State-Defined	Medicaid FFS Rate	IP/OP Medicaid	Medicaid	Total Medicaid	Care - Medicaid	Uncompensated	Indigent Care/Self-	Section 1011	Uninsured Cost	t Uncompensated Care	Private Insurance	Private Insurance	Private Insurance	Payments	DSH Payments Medicaid Prov	vider Medicare	Total Hospital
Hospital Name	DSH Limit	Utilization Rate	Utilization Rate	Eligibility Statistic	Payments	MCO Payments	Payments	IP/OP Payments	IP/OP Services	Care Costs	Pay Revenues	Payments	of Care	Costs	Payments	Payments	Payments	Received	Received Number	Provider Number	r Cost
								(F+G+H)		(J-I)				(N-M-L)	(K+O)		(P+Q)				
Institutes for Mental Disease																					
Clarity Child Guidance Center	2,186,679	77.64	% 77.74%		6,423,677	2,838,111	437,223	9,699,011	10,721,352	1,022,341	35,277	0	537,568	502,291	1,524,632	275,576	1,800,208	1,749,463	0 112742503	453323	16,059,666
Terrell State Hospital	31,969,849	7.60	% 49.96%		342,563	1,043,550	0	1,386,113	4,559,404	3,173,291	45,652	0	29,156,825	29,111,173	32,284,464	42,232	32,326,696	31,630,285	0 137919003	454006	59,085,437
North Texas State Hospital	71,459,034	16.869	% 58.39%		6,087,508	281,100	0	6,368,608	19,394,529	13,025,921	375,712	0	66,255,432	65,879,720	78,905,641	3,992	78,909,633	71,201,377	0 021196301	454008	121,121,349
San Antonio State Hospital	38,992,002	14.129	% 50.54%		1,731,701	1,097,786	0	2,829,487	8,676,856	5,847,369	39,815	0	30,713,726	30,673,911	36,521,280	93,718	36,614,998	38,772,820	0 138706004	454011	61,378,943
Laurel Ridge Behavorial Hospital	76,528	18.139	% 14.67%		1,936,151	5,510,679	0	7,446,830	5,083,681	(2,363,149)	59,789	0	391,062	331,273	(2,031,876)	270,565	(1,761,311	76,528	0 021240902	454060	30,648,699
Harris Co Psychiatric Center	20,153,687	3.529	% 77.50%		784,189	589,943	0	1,374,132	1,610,541	236,409	32,835	0	27,775,017	7 27,742,182	27,978,591	6,004	27,984,595	20,153,687	0 021187201	454076	45,351,094
Austin State Hospital	45,995,733	14.09	% 46.31%		1,449,602	180,919	0	1,630,521	8,988,655	7,358,134	103,171	0	29,283,399	29,180,228	36,538,362	150,157	36,688,519	45,454,677	0 021194801	454084	63,783,602
Rio Grande State Center	10,476,042	5.569	% 64.74%		28,973	3,737	10,127	42,837	996,919	954,082	331	0	13,162,693	3 13,162,362	14,116,444	12,564	14,129,008	10,433,715	0 021219307	454088	19,588,947
El Paso Psychiatric Center	14,597,740	7.839	% 54.53%		216,771	191,608	0	408,379	1,509,874	1,101,495	4,946	0	10,430,296	10,425,350	11,526,845	20,207	11,547,052	14,574,811	0 112751605	454100	19,193,666
HMIH Cedar Crest LLC	4,472,112	21.90	% 19.90%		1,015,246	2,010,841	187,992	3,214,079	2,494,989	(719,090)	61,939	0	659,161	597,222	(121,868)	150,762	28,894	3,458,789	0 021215102	454114	12,080,333

#### Out-of-State DSH Hospitals

None #N/A #N/A #N/A #N/A

A: North Texas State Hospital represents two campuses: Wichita Falls and Vernon. Each campus received DSH Payments of \$26,596,678 and \$44,604,699 respectively. These campuses share a common financial system and are combined for the purposes of this report.





To Whom it May Concern:

Myers and Stauffer LC declares it is independent of the Texas Health and Human Services Commission and its DSH hospitals for the Medicaid State plan rate year ending September 30, 2013.

Topeka, Kansas December 20, 2019