

Memorandum

To: Board of Managers
From: Jonny F. Hipp, Administrator
Date: June 27, 2023
Re: Revise/Update Basis of Hospital District's FY 2023 Health Care Provider Participation Program Assessment

INTRODUCTION:

The goal of this agenda item, if approved, is operationalize a method of generating additional funds for the Local Provider Participation Fund ("LPPF") created by the Hospital District as a part of its FY 2023 Health Care Provider Participation Program ("HCPPP").

BACKGROUND:

The LPPF will not have sufficient funds to cover the projected intergovernmental transfer funds needed to fully support the Texas Health and Human Service Commissions' ("HHSC") current Medicaid supplemental payment programs for the remainder of FY 2023.

DISCUSSION:

The FY 2023 HCPPP assessment levied by the Hospital District uses 2020 Net Patient Revenue ("NPR") data reported to HHSC by the Providers. Rebasing the FY 2023 assessment to use 2021 data will increase the FY 2023 HCPPP assessment by about \$10.5 million. See the attached spreadsheet for calculation details.

The local Providers covered by the HCPPP have requested through their representatives that the Hospital District use the 2021 data to rebase the FY 2023 HCPPP to generate additional IGT funds to maximize, as much as possible, the draw down Medicaid supplemental payment programs funds. The 2021 data has higher NPRs than the 2020 data.

RECOMMENDATION:

Discuss and consider authorizing the Administrator to revise/update participating providers' net patient revenue data used by the Hospital District to calculate the participating providers' mandatory payments authorized under the Health Care Provider Participation Program created by the Hospital District for Fiscal Year 2023 pursuant to Texas Health and Safety Code ("Health Code"), Chapter 298C, as amended; authorize the Administrator to revise/update the calculations used to calculate the participating providers' mandatory payments for Fiscal Year 2023 using the mostly recently available financial and utilization data reported by the Providers to the Texas Department of State Health Services ("Department") under Health Code, Sections 311.032 and 311.033 as most recently released by the Department.

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Joan F. Wipp

Year	FACILITY	COUNTY	LOCATION	Annual Net Pt Rev	6 Pct	Qtrly Payment	CNTY	FID	NAME
2021	CHRISTUS Spohn Hospital Corpus Christi Shoreline	NUECES	600 Elizabeth Street	633,192,468.00	37,991,548.08	9,497,887.02	178	3550740	Becky Rios
2021	Corpus Christi Rehabilitation Hospital	NUECES	5726 Esplanade Drive	18,835,548.00	1,130,132.88	282,533.22	178	3556502	Michael Pierce
2021	Driscoll Children's Hospital	NUECES	3533 South Alameda Street	375,123,326.00	22,507,399.56	5,626,849.89	178	3550737	Mr. Eric Hamon
2021	PAM Rehabilitation Hospital of Corpus Christi	NUECES	345 S Water Street	24,249,744.00	1,454,984.64	363,746.16	178	3556595	Hector Bernal
2021	PAM Specialty Hospital of Corpus Christi North	NUECES	600 Elizabeth Street Third Floor	21,904,932.00	1,314,295.92	328,573.98	178	3556336	Mr. Hector Bernal
2021	South Texas Surgical Hospital	NUECES	6130 Parkway Drive	45,807,176.00	2,748,430.56	687,107.64	178	3556461	Janet O'Donnell
2021	The Corpus Christi Medical Center - Bay Area	NUECES	7101 South Padre Island Drive	426,686,601.00	25,601,196.06	6,400,299.02	178	3556218	Jay Woodall
				1,545,799,795	92,747,988	23,186,997			
FY 2020				1,369,779,496	82,186,770	20,546,692			
				176,020,299	10,561,218	2,640,304			

	6% NPR 2020	6% NPR 2021
CHRISTUS Spohn Hospital Corpus Christi Shoreline	34,372,012.74	37,991,548.08
Corpus Christi Rehabilitation Hospital	1,045,025.94	1,130,132.88
Driscoll Children's Hospital	18,758,881.74	22,507,399.56
PAM Rehabilitation Hospital of Corpus Christi	1,362,861.36	1,454,984.64
PAM Specialty Hospital of Corpus Christi North	1,367,570.10	1,314,295.92
South Texas Surgical Hospital	2,418,921.72	2,748,430.56
The Corpus Christi Medical Center - Bay Area	22,861,496.16	25,601,196.06
		10,561,217.94