

PROPOSED HEALTH AND HUMAN SERVICES BUDGET CUTS

What this would mean to hospitals

Based on 4/8/08 Senate/House budget tracking sheets

	SAVINGS FOR STATE	LOSS TO HOSPITALS (due to lost federal matching dollars)
House proposals	-\$98.3 million	-\$187.6 million
Delay MA and General Assistance Medical Care (GAMC) rate rebasing—scheduled for 2009—until 2010.	-\$40.5 million in '09-'10	-\$72 million in '09-'10
State keeps “inpatient hospital supplemental payments,” also known as new disproportionate-share (DSH) payments.	-\$57.8 million in '08-'11	-\$115.6 million in '08-'11
Senate proposals	-\$41.8 million	-\$74.1 million
Delay MA and GAMC rate rebasing—scheduled for 2009—until 2010.	-\$40.5 million in '09-'10	-\$72 million in '09-'10
A 3-percent reduction in MA and GAMC rates for outpatient hospital fee-for-service	-\$1.3 million in '09-'11	-\$2.1 million in '09-'11



Minnesota Hospital Association