

**LEGAL NOTICE
STATE OF NEW JERSEY
DEPARTMENT OF HEALTH
DIVISION OF HEALTH CARE FINANCING
DEPARTMENT OF HUMAN SERVICES
DIVISION OF MEDICAL ASSISTANCE AND HEALTH SERVICES
HOSPITAL FINANCE**

GRADUATE MEDICAL EDUCATION SUPPLEMENTAL PROGRAM

TAKE NOTICE that the New Jersey Department of Health, Office of Healthcare Financing together with the New Jersey Department of Human Services (DHS), Division of Medical Assistance and Health Services (DMAHS) intends to seek approval from the United States Department of Health and Human Services (HHS), Centers for Medicare and Medicaid Services (CMS), for an amendment to the New Jersey Medicaid (Title XIX) State Plan, in order to implement State Fiscal Year 2020 (SFY20) budget provisions subject to the passage of the New Jersey Fiscal Year 2020 Appropriations Act, the proposed Graduate Medical Education Supplemental Program (GME-S). Notwithstanding the provisions of any law or regulation to the contrary, and except as otherwise provided and subject to such modifications as may be required by CMS in order to achieve any required federal approval and full federal financial participation, \$24,000,000 is appropriated from the General Fund for the Graduate Medical Education Supplemental Program, and conditioned upon the following:

Funds from the Safety Net Graduate Medical Education pool shall be available to eligible hospitals that meet the following eligibility criteria: (a) an eligible hospital has a Relative Medicaid Percentage (RMP) that is among the top fourteen of all acute care hospitals with a residency program; (b) the RMP is a ratio calculated using the State 2017 Audited Acute Care Hospital (ACH) Cost Reports; (c) the RMP numerator equals a hospital's gross revenue from patient care for Medicaid and Medicaid HMO as reported on Forms E5 and E6, Line 1, Column D & Column H; (d) the RMP denominator equals a hospital's gross revenue from patient care as reported on Form E4, Line 1, Column E; (e) for instances where hospitals that have a single Medicaid identification number submit a separate ACH cost report for each individually licensed hospital, the ACH Cost Report data for those hospitals shall be consolidated to the single Medicaid

identification number; (f) the GME-S Subsidy shall be calculated using the same methodology as the GME Subsidy is calculated in the SFY2020 Appropriations Act, except the total amount of the GME-S Subsidy payments shall not exceed \$24,000,000.

(g) In the event that a hospital believes that there are mathematical errors in the calculations, or data not matching the actual source documents used to calculate the subsidy as defined above, hospitals shall be permitted to file calculation appeals within 15 working days of receipt of the subsidy allocation letter. If upon review it is determined by the department that the error has occurred and would constitute at least a five percent change in the hospital's allocation amount, a revised industry-wide allocation shall be issued.

This Notice is intended to satisfy the requirements of 42 U.S.C. 1396a(a)(13) and 42 C.F.R. 447.205. A copy of this Notice is available for public review at the Medical Assistance Customer Centers, County Welfare Agencies, and the Department of Human Services' website at <http://www.state.nj.us/humanservices/providers/grants/public/index.html>. Comments or inquiries must be submitted in writing within 30 days of the date of this notice to:

Joy Lindo
Department of Health
Office of Legal and Regulatory Compliance
P.O. Box 360
Trenton, New Jersey 08625