State Plan under Title XIX of the Social Security Act
State/Territory: West Virginia

PAYMENTS FOR MEDICAL AND REMEDIAL CARE SERVICES
Inpatient Hospital Services

Inpatient Hospital Services - Disproportionate Share Hospitals (Continued)

(4) The applicable percentage is defined as follows:

(a) For FYs 1998-2000, the ratio of1995 total computable IMD DSH payments to the 1995 total computable share total DSB payments.
(b) For FYs 2001 and beyond, the lessor of the applicable percentage as computed above, or 50% for fiscal year 2001, 40% for fiscal year 2002, and 33% for each succeeding year.

c. An estimated cost limit will be computed at the beginning of each State Fiscal Year. The estimated cost limit will be based on each hospital's financial data for its fiscal year ended during the calendar year preceding the start of the State Fiscal Year. The estimated cost limit may be adjusted to reflect anticipated changes in cost and/or revenues. The estimated IMD limit is based on Section 4.b. above.

d. A tentative and/or final annual cost limit will be calculated from data contained within each hospital's tentative and/or final HCFA-2552 cost report and supplemental schedules as required. A tentative and/or final DSH cost settlement will be made in addition to other cost settlements. The final IMD DSH limit is based on Section 4.b. above, and the State's annual IMD DSH limit as published in the Federal Register. Final DSH cost settlement amounts, indicating overpayments and underpayments, will be recoupled and redistributed within one year of the final settlement notice.

5. The sum of section b.1., b.2. and b.3. payments will not exceed the total federal allotment of funds. Additionally, the sum of section b.1., b.2. and b.3. IMD hospital DSH payments will not exceed the federal IMD DSH limitations.