

INPATIENT HOSPITAL  
Section 700 Health Profession Education

**701 General** – Utah Department of Health shall support the education of health professionals through the use of Medicaid funds to make direct graduate medical education payments (DGME).

**702 Payment Pool** – The annual DGME payment pool will be determined for each state fiscal year (SFY) and will be finalized prior to making any payments for the SFY. The payments will be calculated each year by using State Funds equal to \$1,836,000. That amount will be used to generate additional matching Federal Funds. The State Funds and the matching Federal Funds combined will equal the Total Amount that will be distributed. The matching Federal Funds will be determined by the FMAP Rate for the then current period. The calculation for the matching Federal Funds = (State Funds Amount / (1 – FMAP Rate) X FMAP Rate). The following example is for illustrative purposes only:

Total State Fund Amount	\$ 1,836,000	Quarterly Distribution (Total/4)	\$ 459,000
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State Fiscal Quarter	Q1 (Jul – Sep)	Q2 (Oct – Dec)	Q3 (Jan – Mar)	Q4 (Apr – Jun)	Year Total
FMAP	71%	70%	70%	70%	
State Funds	\$459,000.00	\$459,000.00	\$459,000.00	\$459,000.00	\$1,836,000.00
Federal Funds	\$1,123,758.62	\$1,071,000.00	\$1,071,000.00	\$1,071,000.00	\$4,336,758.62
Total Funds	\$1,582,758.62	\$1,530,000.00	\$1,530,000.00	\$1,530,000.00	\$6,172,758.62

DGME payments will be distributed quarterly, typically at the beginning of each quarter, in accordance with the calculated quarterly distribution amounts.

**703 Payment Pool Distribution** – The FFS payment pool is distributed based upon allocation percentages for each eligible hospital as follows:

Hospital Name	Percentage
UNIVERSITY OF UTAH HOSP	74.45%
PRIMARY CHILDRENS MED CNTR	11.28%
LDS HOSPITAL	0.21%
INTERMOUNTAIN MEDICAL CENTER	8.23%
UTAH VALLEY REG MED CNTR	2.69%
MCKAY DEE HOSPITAL	1.96%
ST MARKS HOSPITAL	0.56%
SALT LAKE REG MED CNTR	0.11%
UNIVERSITY HOSPITAL PSYCH	0.51%
<b>Total</b>	<b>100.00%</b>

In no case shall total payments allocated exceed the annual DGME payment pool set for the SFY in accordance with Section 702.

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704 Upper Payment Limit – The aggregate FFS Medicaid hospital payments, including the DGME payments covered in this section, will not exceed the amount that would be paid for the services furnished under Medicare payment principles in compliance with the 42 CFR 447.272 upper payment limit regulations for each category of hospitals.

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