Table 165-0100-1 Incentive Payment Schedule for a Hospital

Table 165-0100-1				
Incentive Payment Schedule for a Hospital				
Actual Payment Year*	Year 1	Year 2	Year 3	Total
Payment amount	50% of Aggregate EHR Amount	40% of Aggregate EHR Amount	10% of Aggregate EHR Amount	100% of Aggregate EHR Amount
*Hospital must meet eligibility criteria and participation requirements for each payment year.				

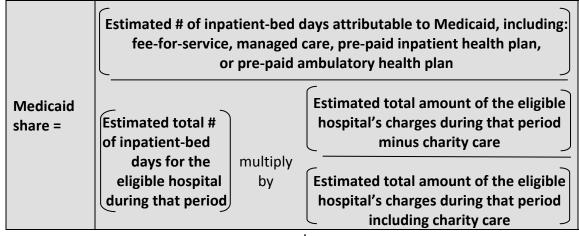## Table 165-0100-2 Initial Amount for an eligible hospital

Table 165-0100-2			
Initial Amount for an eligible hospital (calculated for each theoretical payment year)			
	Hospitals with ≤ 1,149 discharges during the payment year	**Hospitals with ≥ 1,150 ≤ 23,000 discharges during the payment year**	**Hospitals with ≥ 23,001 discharges during the payment year**
Base Amount	$2,000,000	$2,000,000	$2,000,000
Discharge-Related Amount*	$0	$200 x (n – 1,149) (n is the number of discharges during the payment year)	$200 x (23,001 – 1,149)
*Adjusted by average annual rate of growth	Average of most recent three years annual rate of growth in total discharges		
Total Initial Amount	$2,000,000	Between $2,000,000 and $6,370,400 depending on the number of discharges	Limited by law to $6,370,400

Table 165-0100-3 Eligible hospital payment calculation

Table 165-0100-3				
Eligible hospital payment calculation				
Theoretical Year:	**Year 1**	**Year 2**	**Year 3**	**Year 4**
Initial amount =	(a base amount of $2,000,000) + (Year 1 discharge-related amount)	(a base amount of $2,000,000) + (Year 1 discharge-related amount x average annual rate of growth)	(a base amount of $2,000,000) + (Year 2 discharge-related amount x average annual rate of growth)	(a base amount of $2,000,000) + (Year 3 discharge-related amount x average annual rate of growth)
Medicare share =	1	1	1	1
Transition factor =	1.00	0.75	0.50	0.25
Total Yearly EHR amount:	(Initial amount) x (Medicare share) x (Transition factor)	(Initial amount) x (Medicare share) x (Transition factor)	(Initial amount) x (Medicare share) x (Transition factor)	(Initial amount) x (Medicare share) x (Transition factor)
Overall EHR Amount =	**Sum of the 4 Yearly EHR Amounts**			

multiply **Overall EHR Amount** by

Medicaid share =	**Estimated # of inpatient-bed days attributable to Medicaid, including: fee-for-service, managed care, pre-paid inpatient health plan, or pre-paid ambulatory health plan** **Estimated total # of inpatient-bed days for the eligible hospital during that period** multiply by **Estimated total amount of the eligible hospital's charges during that period minus charity care** **Estimated total amount of the eligible hospital's charges during that period including charity care**

equals

Aggregate EHR Amount (product of the Overall EHR amount and Medicaid Share)