



STATE OF MICHIGAN  
DEPARTMENT OF HEALTH AND HUMAN SERVICES  
LANSING

GRETCHEN WHITMER  
GOVERNOR

ELIZABETH HERTEL  
DIRECTOR

June 1, 2021

Dear Provider:

RE: COVID-19 Reporting Requirements for Hospital 72-Hour  
Observation Reimbursement

In accordance with Public Act 231 of 2020, hospitals may receive additional reimbursement for retaining COVID-19 positive nursing facility patients with less than 72 hours remaining in the individual's overall isolation period. The Michigan Department of Health and Human Services (MDHHS) has established reporting requirements for hospitals requesting reimbursement for eligible stays between January 1, 2021 and September 30, 2021.

The attached template must be completed and provided to MDHHS via File Transfer for payment consideration. Hospitals can complete one submission per month and cannot repeat submissions for previously considered dates of service. For example, a hospital cannot request additional payment for an episode with a date of service that was included on a previously submitted template. Hospitals must acknowledge the accuracy of prepared information and provide MDHHS auditors with supporting documentation as needed.

Hospitals will receive additional payments for eligible inpatient episodes monthly via MDHHS gross adjustment. Hospitals will continue to receive reimbursement for applicable stays until MDHHS has accounted for claims lag associated with the eligibility period. MDHHS will notify hospitals if the allotted funds for additional reimbursement are met prior to the expected eligibility end.

Sincerely,

A handwritten signature in black ink that reads "Craig Castagnasso".

Craig Castagnasso, Director  
Hospital and Clinic Reimbursement Division