

APPENDIX

Illustration of Determination of Direct GME Payment (Reproduced from the the May 12, 1998 Final Rule, 63 Fed. Reg. at 26,360)

HOSPITAL COST REPORTING PERIOD ENDING 12/31/96

Type of FTE	Number of FTEs
Unweighted	1 100
Weighted	1 90

¹ Allopathic and Osteopathic Residents.

HOSPITAL COST REPORTING PERIOD BEGINNING 1/12/97

Type of FTE	Number of FTEs
Unweighted	1 110
Weighted	1 100
Adjusted Weighted	² 100.00
Dentists and Podiatrists	5.00
Total	105.00

¹ Allopathic and Osteopathic Residents.

² Since the FTE cap does not apply until 01/01/98 the adjusted weighted FTEs are equal to the weighted FTEs.

HOSPITAL COST REPORTING PERIOD BEGINNING 1/12/98

Type of FTE	Number of FTEs
Unweighted	¹ 110
Weighted	1 100
Adjusted Weighted	² 90.91
Dentists and Podiatrists	5.00
Total	95.91

¹ Allopathic and Osteopathic Residents.

² The adjusted weighted = ((Current year's Weighted FTEs / Current year's Unweighted FTEs) * FTE cap) = ((100/110) * 100).

HOSPITAL COST REPORTING PERIOD BEGINNING 1/12/99

Type of FTE	Number of FTEs
Unweighted	1 90
Weighted	1 90
Adjusted weighted	90
Dentists and podiatrists	5.00
Total	95.00

¹ Allopathic and Osteopathic Residents.

DETERMINATION OF PAYMENTS FOR HOSPITAL COST REPORTING PERIOD BEGINNING 1/12/99

Type of resident	Per resident amount	FTEs	Total resident amount	
Primary Care	\$50,000	80.00	\$4,000,000	
Other	47,000	15.00	705,000	
		95.00	4,705,000	
Total resident amount	Total number of FTEs		Average per resident amount	
\$4,705,000	95.00		¹ \$49,526	
Total # of FTEs (for 01/01/97)		Total # of FTEs (for 01/01/98)	Total # of FTEs (for 01/01/99)	3-year average FTEs
105.00		95.91	95.00	² 98.64
Average per resident amount	3-Year average FTEs		Aggregate approved amount	
\$49,526	98.64		³ \$4,885,096	
Aggregate approved amount	Medicare patient load		Direct GME payment	
\$4,885,096	0.5		⁴ \$2,442,548	

¹ The Average Per Resident Amount = (Total Resident Amount/Total number of FTEs).

² The 3-Year Average = (the sum of the Total number of FTEs for 3 cost reporting periods/3).

³ The Aggregate Amount = (Average Per Resident Amount * 3-year Average FTEs).

⁴ The Direct GME Payment = (Aggregate Approved Amount * Medicare Patient Load).