

1.1 Senator ..... moves to amend S.F. No. 4238 as follows:

1.2 Delete everything after the enacting clause and insert:

1.3 "Section 1. Minnesota Statutes 2022, section 256.969, is amended by adding a subdivision  
1.4 to read:

1.5 Subd. 2g. **Alternate inpatient payment rate for a discharge.** (a) Effective retroactively  
1.6 from January 1, 2024, in any rate year in which a children's hospital discharge is included  
1.7 in the federally required disproportionate share hospital payment audit, where the patient  
1.8 discharged had resided in a children's hospital for over 20 years, the commissioner shall  
1.9 compute an alternate inpatient rate for the children's hospital. The alternate payment rate  
1.10 must be the rate computed under this section excluding the disproportionate share hospital  
1.11 payment under subdivision 9, paragraph (d), clause (1), increased by an amount equal to  
1.12 99 percent of what the disproportionate share hospital payment would have been under  
1.13 subdivision 9, paragraph (d), clause (1), had the discharge been excluded.

1.14 (b) In any rate year in which payment to a children's hospital is made using this alternate  
1.15 payment rate, no payments shall be made to the hospital under subdivisions 2e, 2f, and 9.

1.16 **EFFECTIVE DATE.** This section is effective upon federal approval."