

Staff Recommendation

March 2, 2011

The Commission staff recommends a revision to the Accounting and Budget Manual for the inclusion of Osteopathic residents in the cost of professional medical education in the HSCRC Annual Cost Report. This revision will bring the HSCRC methodology into agreement with Medicare regulations.

This recommendation was unanimously approved by the Commission on March 2, 2011.

**SECTION 200
CHART OF ACCOUNTS**

8240	POSTGRADUATE MEDICAL EDUCATION - TEACHING PROGRAM
8241	Approved Teaching Program
8242	Non-Approved Teaching Program

Function

A postgraduate Medical Education Teaching Program provides an organized program of postgraduate medical clinical education to interns and residents. To be approved, a medical internship or residency training program must be approved by the Council on Medical Education of the American Medical Association, by the Council on Dental Education of the American Dental Association, by the Council on Podiatry Education of the American Podiatry Association, or by the Committee on Hospitals of the Bureau of Professional Education of the American Osteopathic Association. Additional activities include, but are not limited to the following:

Selecting qualified students; providing education in theory and practice conforming to approved standards; maintaining student personnel records; counseling of students regarding professional, and educational problems; and assigning and supervising students.

Description

This cost center shall be used to record the direct expenses incurred in providing an approved organized program of postgraduate medical clinical education. Included as direct expenses are: salaries and wages, employee benefits, professional fees, supplies, purchased services. Other direct expenses and transfers. All salaries and stipends paid to interns and residents in approved and non-approved teaching programs must be reflected in this cost center, in the "Salaries and Wages" natural expense classification (.07).

Standard Unit of Measure: Number of FTE Students

The number of FTE students in Postgraduate Medical Education Program is defined as the sum of the actual individual contracted residents and interns multiplied by the percentage of the Base Year that the residents and interns worked at the hospital. Residents and interns are to be reported in two categories: eligible, all authorized interns and residents prior to the first year of their first general specialty board eligibility, up to a maximum of five years, and who are not able to practice their specialty and ineligible, residents after the first year of their first general specialty board eligibility, who can practice their specialty or have been out of medical school more than 5 years.

Data Source

The number of FTE students in the educational program shall be the actual count maintained by the program or general accounting.

Reporting Schedule

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