

CY 2009 Proposed Rule Hospital Outpatient Department Prospective Payment System Payment Impact File

This file contains data used to assess the impact of the Medicare hospital outpatient department prospective payment system (OPPS) on payments (including beneficiary co-payments) to hospitals and CMHCs. The data comes from various sources, including hospital cost report extracts predominately from fiscal years 2006 and 2007 and the Proposed Rule FY 2009 impact file for hospital inpatient operating and capital payments. The data is abstracted from an internal file used to conduct the impact analysis of the proposed OPPS for CY 2009. This file does not include cancer or children's hospitals as these facilities are held harmless under 1833(t)(7)(D)(ii) of the Act.

CY 2009 HOSPITAL OUTPATIENT  
PPS PAYMENT IMPACT FILE: PROPOSED RULE<sup>1</sup>

Column.	Title	Description
A	Provider Number	Six character OSCAR Provider Number (CMS Certification Number). In general, the first two digits identify the State. <sup>2</sup>
B	CBSA Code	Up to five character code designating the provider's CBSA location prior to wage index reclassification
C	Total Discounted Units	Discounted units are the total number of units after we adjust for the multiple procedure reduction of 50 percent that applies to payment for services assigned to status indicator "T" under the proposed payment system when multiple "T" status procedures are performed in the same encounter as well as terminated procedures. This field also reflects any changes in units as a result of proposed policies. For example, the units for a composite payment typically are 1. This unit field also reflects the AMA's estimates of new code utilization created for the MPFS proposed rule.
D	Rural Sole Community and Essential Access Hospitals	Identifies a Sole Community Hospital or Essential Access Hospital that has a rural geographic location and/or a rural reclassified wage index location. <sup>3</sup>
E	Post Reclassification Wage Index	Proposed FY 2009 inpatient hospital wage index after reclassification by the Medicare Geographic Classification Review Board (MGCRB). The wage index includes any outmigration adjustment, the IPPS rural floor budget neutrality adjustment applied on a statewide basis, an occupational mix adjustment, and continues to use CBSAs to define labor market areas.

F	All Rural	Identifies hospitals that are considered rural, either because of their CBSA geographic location or their reclassified wage index location. LURBAN/OURBAN= 0 RURAL=1
G	Urban/Rural Geographic Location	Identifies urban or rural status based solely on CBSA geographic location. LURBAN= Large urban area OURBAN=Other urban area RURAL= Rural area
H	Region	Based on pre-reclassification CBSA assignment NE = New England MA = Middle Atlantic SA = South Atlantic WNC = West North Central ENC = East North Central ESC = East South Central WSC = West South Central MNT = Mountain PAC = Pacific PR = Puerto Rico
I	Disproportionate Share Patient Percentage	From FY 2009 NPRM IPPS impact file: <a href="http://www.cms.hhs.gov/AcuteInpatientPPS/FFD/list.asp#TopOfPage">http://www.cms.hhs.gov/AcuteInpatientPPS/FFD/list.asp#TopOfPage</a> . The DSH variable is based on cost report and Social Security Administration (SSA) data. <sup>4</sup>
J	Outpatient Cost-to-Charge Ratio	Cost-to-charge ratios are obtained from the April 2008 outpatient provider specific file. An internally calculated CCR is used to replace zero or missing values. For CCRs greater than the upper limit of 1.3, the statewide default CCR is used. <sup>5</sup>
K	Estimated 2008 PPS Payment	Estimated total CY 2008 Medicare program and beneficiary OPSS payments for the services for which CMS is able to simulate payments. These dollars include outlier payments and changes in the wage index attributable to 508 reclassifications under Pub. L. 108-173. <sup>6</sup>
L	Estimated 2009 PPS Payment	Estimated total CY 2009 Medicare program and beneficiary OPSS payments for the services for which CMS is able to simulate payments, including estimated CY 2009 outlier payments.

M	Estimated 2009 Outlier Payment	Estimated OPPS outlier payments for CY 2009 under proposed outlier policy. <sup>7</sup>
N	Number of Beds	Derived from the most recent cost report of the provider.
O	Teaching Hospitals	Identifies major and minor teaching hospitals.
P	Ownership	Identifies type of ownership: voluntary, proprietary, or government. 1=Voluntary 2=Proprietary 3=Government
Q	CMHC	Identifies the provider as a CMHC Y=Yes N=No
R	Provider lines	This is the total number of times a payable service (HCPCS code) appears on the 2007 claims applying the proposed CY 2009 OPPS policy. This variable is used to create hospital "volume" groupings in the impact table.

<sup>1</sup> Additional provider variables for short-term Hospitals paid under IPPS can be obtained from the FY 2009 NPRM hospital inpatient PPS Payment Impact File: <http://www.cms.hhs.gov/AcuteInpatientPPS/FFD/list.asp#TopOfPage>.

<sup>2</sup> A list of SSA state codes is available in Transmittal 29, Change Request 5490, "New Number Series and State Codes for CMS Certification Numbers (formerly OSCAR Provider Numbers)" issued October 12, 2007. This is the OSCAR Provider Number and not the NPI.

<sup>3</sup> The impact table presents impacts for rural sole community and essential access hospitals with a geographic rural location.

<sup>4</sup> This variable is missing for hospitals not included on the NPRM FY 2009 inpatient impact file, which generally are hospitals not paid under IPPS, although some short-term acute hospitals bill OPPS and not IPPS.

<sup>5</sup> The application of the statewide CCR is described in Section II.F. of the CY 2009 OPPS Proposed Rule.

<sup>6</sup> These payments are simulated, and actual payments will differ. Estimated amounts are based on the distribution of services present in the 2007 claims that we could model. The 2007 claims are weeded for those with valid, covered HCPCS and valid CCRs on the provider's most recent cost report. CMS does not predict behavioral changes in volume or case mix.

<sup>7</sup> As discussed in section II.F. of the 2009 NPRM preamble, we used the CCR from the April (second quarter) 2008 outpatient provider specific file ([http://www.cms.hhs.gov/PCPricer/08\\_OPPS.asp#TopOfPage](http://www.cms.hhs.gov/PCPricer/08_OPPS.asp#TopOfPage)) to model the proposed outlier threshold and estimated outlier payments for 2009 included in this impact file.