

<b>CMS Manual System</b>	<b>Department of Health &amp; Human Services (DHHS)</b>
<b>Pub 100-04 Medicare Claims Processing</b>	<b>Centers for Medicare &amp; Medicaid Services (CMS)</b>
<b>Transmittal 4272</b>	<b>Date: March 29, 2019</b>
	<b>Change Request 11208</b>

**SUBJECT: Correction of the Fiscal Year (FY) 2019 Inpatient Prospective Payment System (IPPS) Pricer**

**I. SUMMARY OF CHANGES:** The purpose of this Change Request (CR) is to install a corrected IPPS Pricer program. It also requires Medicare Administrative Contractors (MACs) to adjust claims for IPPS hospitals located in a county that is on the list to receive an outmigration adjustment in 2018 to correct inaccurate payments. This recurring update notification applies to chapter 3, section 20.3.4.

**EFFECTIVE DATE: October 1, 2017**

*\*Unless otherwise specified, the effective date is the date of service.*

**IMPLEMENTATION DATE: July 1, 2019**

*Disclaimer for manual changes only: The revision date and transmittal number apply only to red italicized material. Any other material was previously published and remains unchanged. However, if this revision contains a table of contents, you will receive the new/revised information only, and not the entire table of contents.*

**II. CHANGES IN MANUAL INSTRUCTIONS:** (N/A if manual is not updated)

R=REVISED, N=NEW, D=DELETED-*Only One Per Row.*

<b>R/N/D</b>	<b>CHAPTER / SECTION / SUBSECTION / TITLE</b>
N/A	

**III. FUNDING:**

**For Medicare Administrative Contractors (MACs):**

The Medicare Administrative Contractor is hereby advised that this constitutes technical direction as defined in your contract. CMS does not construe this as a change to the MAC Statement of Work. The contractor is not obligated to incur costs in excess of the amounts allotted in your contract unless and until specifically authorized by the Contracting Officer. If the contractor considers anything provided, as described above, to be outside the current scope of work, the contractor shall withhold performance on the part(s) in question and immediately notify the Contracting Officer, in writing or by e-mail, and request formal directions regarding continued performance requirements.

**IV. ATTACHMENTS:**

**Recurring Update Notification**

# Attachment - Recurring Update Notification

Pub. 100-04	Transmittal: 4272	Date: March 29, 2019	Change Request: 11208
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## I. GENERAL INFORMATION

**A. Background:** The Centers for Medicare & Medicaid Services (CMS) was recently made aware that FY 2018 claims from hospitals eligible for an out migration adjustment were reimbursed incorrectly. For this release, PPDRV191 and the outmigration copybook have been updated to correct the 2018 outmigration adjustment. The PPDRV191 (driver) program receives IPPS claims with discharge dates from all years, assigns the wage index and calculates that outmigration adjustment (outmigration adjustment started in FY 2018). Once this is done, PPDRV191 calls the applicable PPCAL program, based on the claim's discharge date. The 2018 PPCAL module has not been modified.

**B. Policy:** This CR does not contain new policy; it ensures correct payment of affected claims.

## II. BUSINESS REQUIREMENTS TABLE

*"Shall" denotes a mandatory requirement, and "should" denotes an optional requirement.*

Number	Requirement	Responsibility							
		A/B MAC		D M E	Shared- System Maintainers				Other
		A	B		H H H	M I S S	V C S	C M W F	
11208.1	The Medicare contractor shall install and pay claims with the revised FY 2019 IPPS Pricer.					X			
11208.2	Once the revised IPPS Pricer is installed, the Medicare contractors shall reprocess claims with the following criteria: <ul style="list-style-type: none"> <li>• IPPS Inpatient Hospital</li> <li>• have a discharge date on or after October 1, 2017 through September 30, 2018</li> <li>• belong to a provider located in a county that's on the list to receive an outmigration adjustment in 2018 and</li> <li>• were submitted after the October 2018 IPPS Pricer went into production</li> </ul>	X							

Number	Requirement	Responsibility							
		A/B MAC		H H H	D M E M A C	Shared- System Maintainers			Other
		A	B			F I S S	M C S	V M S	
11208.2.1	Medicare contractors shall initiate these adjustments within 60 days of the installation of the revised 2019 IPPS Pricer.	X							

**III. PROVIDER EDUCATION TABLE**

Number	Requirement	Responsibility						
		A/B MAC		H H H	D M E M A C	F I S S	V M S	C W F
		A	B					
11208.3	MLN Article: CMS will make available an MLN Matters provider education article that will be marketed through the MLN Connects weekly newsletter shortly after the CR is released. MACs shall follow IOM Pub. No. 100-09 Chapter 6, Section 50.2.4.1, instructions for distributing MLN Connects information to providers, posting the article or a direct link to the article on your website, and including the article or a direct link to the article in your bulletin or newsletter. You may supplement MLN Matters articles with localized information benefiting your provider community in billing and administering the Medicare program correctly. Subscribe to the “MLN Matters” listserv to get article release notifications, or review them in the MLN Connects weekly newsletter.	X						

**IV. SUPPORTING INFORMATION**

**Section A: Recommendations and supporting information associated with listed requirements:**

*"Should" denotes a recommendation.*

X-Ref Requirement Number	Recommendations or other supporting information:
	FISS QCN# 1920125011 and 190129002.

**Section B: All other recommendations and supporting information: N/A**

**V. CONTACTS**

**Pre-Implementation Contact(s):** Cami DiGiacomo, Cami.DiGiacomo@cms.hhs.gov

**Post-Implementation Contact(s):** Contact your Contracting Officer's Representative (COR).

## **VI. FUNDING**

### **Section A: For Medicare Administrative Contractors (MACs):**

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**ATTACHMENTS: 0**