
CMS Manual System

Pub. 100-04 Medicare Claims Processing

Department of Health &
Human Services (DHHS)
Centers for Medicare &
Medicaid Services (CMS)

Transmittal 160

Date: April 30, 2004

CHANGE REQUEST 3291

I. SUMMARY OF CHANGES: Section 511 of the Medicare Prescription Drug, Improvement, and Modernization Act of 2003 increases the per diem Resource Utilization Group (RUG) payment for a SNF resident with AIDS by 128% percent to reflect increased costs associated with such residents.

NEW/REVISED MATERIAL - EFFECTIVE DATE: Discharges on or after
October 1, 2004

***IMPLEMENTATION DATE:** October 4, 2004

Disclaimer for manual changes only: The revision date and transmittal number apply to the red italicized material only. 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 not updated.)
(R = REVISED, N = NEW, D = DELETED) – (Only One Per Row.)

R/N/D	CHAPTER/SECTION/SUBSECTION/TITLE
N/A	

***III. FUNDING:**

These instructions shall be implemented within your current operating budget.

IV. ATTACHMENTS:

	Business Requirements
	Manual Instruction
	Confidential Requirements
X	One-Time Notification
	Recurring Update Notification

*Medicare contractors only

Attachment - One-Time Notification

Pub. 100-04	Transmittal: 160	Date: April 30, 2004	Change Request 3291
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SUBJECT: Section 511 of the Medicare Prescription Drug, Improvement, and Modernization Act of 2003 Special Adjustment for Skilled Nursing Facility (SNF) Prospective Payment System (PPS) Rates for Acquired Immune Deficiency Syndrome (AIDS)

I. GENERAL INFORMATION

A. Background: Section 101(a) of the Medicare, Medicaid, and SCHIP Balanced Budget Refinement Act of 1999 (BBRA) and section 314(a) of the Medicare, Medicaid, and SCHIP Benefits Improvement and Protection Act of 2000 (BIPA) provide for additional payments to SNFs for certain Resource Utilization Group (RUG) categories. However, in recognition that costs associated with AIDS residents can be extraordinarily high, section 511 of the Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) amends paragraph (12) of section 1888(e) (42 U.S.C. 1395yy(e)) by providing a special payment adjustment that specifically reflects the increased costs associated with the care of these residents. This Change Request (CR) provides information on a payment rate adjustment for SNF residents with AIDS.

B. Policy: Section 511 of the MMA increases the per diem RUG payment for a SNF resident with AIDS by 128% percent. SNF and Swing Bed claims with diagnosis code 042 will receive the additional payment. No payment will be made under section 101(a) of the BBRA or under section 314(a) of the BIPA for SNF AIDS residents.

C. Provider Education: A provider education article related to this instruction will be available at www.cms.hhs.gov/medlearn/matters shortly after the CR is released. You will receive notification of the article release via the established “medlearn matters” listserv. Contractors shall post this article, or a direct link to this article, on their website and include information about it in a listserv message within one week of the availability of the provider education article. In addition, the provider education article must be included in your next regularly scheduled bulletin.

II. BUSINESS REQUIREMENTS

“Shall” denotes a mandatory requirement

“Should” denotes an optional requirement

Requirement #	Requirements	Responsibility
3291.1	Fiscal Intermediaries (FIs) shall test and install the SNF PPS PRICER software package supplied by their SSMs	FIs, SSMs
3291.2	SSMs shall expand and populate their input/output record. (See Attachment at the end	SSMs

	of this form)	
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III. SUPPORTING INFORMATION & POSSIBLE DESIGN CONSIDERATIONS

A. Other Instructions:

X-Ref Requirement #	Instructions
Policy	This applies to SNFs (TOB 21X) and Swing Bed providers (TOB 18X)

B. Design Considerations: N/A

X-Ref Requirement #	Recommendation for Medicare System Requirements

C. Interfaces: SNF PPS PRICER

D. Contractor Financial Reporting /Workload Impact: N/A

E. Dependencies: N/A

F. Testing Considerations: N/A

IV. SCHEDULE, CONTACTS, AND FUNDING

<p>Effective Date: Discharges on or after October 1, 2004</p> <p>Implementation Date: October 4, 2004</p> <p>Pre-Implementation Contact(s): Technical: Stuart Barranco at (410) 786-6152 Policy: August Nemec at (410) 786-0612</p> <p>Post-Implementation Contact(s): Technical: Stuart Barranco at (410) 786-6152 Policy: Jeanette Kranacs at (410) 786-9385</p>	<p>These instructions shall be implemented within your current operating budget.</p>
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FIELD	LOC	COBOL PIC
Metropolitan Statistical Area (MSA)	1-4	X(04)
Core Based Statistical Area (CBSA)	5-9	X(05)
Special Wage Index Indicator	10	X(01)
Special Wage Index	11-16	9(02)V9(04)
HCPPS Code (HIPPS)	17-21	X(04)
Thru Effective Date	22-29	9(08) CCYYMMDD
Federal Blend	30	X(01)
Facility Payment Rate	31-37	9(05)V9(02)
Principle Diagnosis Code	38-43	X(06)
Other Diagnosis Code 2	44-49	X(06)
Other Diagnosis Code 3	50-55	X(06)
Other Diagnosis Code 4	56-61	X(06)
Other Diagnosis Code 5	62-67	X(06)
Other Diagnosis Code 6	68-73	X(06)
Other Diagnosis Code 7	74-79	X(06)
Other Diagnosis Code 8	80-85	X(06)
Other Diagnosis Code 9	86-91	X(06)
Payment Rate (output)	92-99	9(06)V9(02)
Return Code (output)	100-101	X(02)
Filler	102-125	X(24)