

CY 2015 OPPSIASC Proposed Rule Hospital Outpatient Department Prospective Payment
System Payment Impact File

This file contains data used to assess the impact of the proposed CY 2015 Medicare hospital outpatient 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 year 2012, the outpatient provider specific file, and the IPPS Proposed Rule FY 2015 impact file for hospital inpatient operating and capital payments in addition to CY 2013 claims data. The data is abstracted from an internal file used to conduct the impact analysis of the proposed OPPS for CY 2015. This file does not include children's and cancer hospitals as these facilities are held harmless under 1833(t)(7)(D)(ii) of the Act and modeled payments for these providers under the OPPS may not reflect total outpatient payments.

CY 2015 HOSPITAL OUTPATIENT
PPS PAYMENT IMPACT FILE: PROPOSED RULE ¹

| Column. | Title | Description |
|---------|---|--|
| A | Provider Number | Six character OSCAR Provider Number (CMS Certification Number). In general, the first two digits identify the State. ² |
| 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 final 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. ³ |
| E | Post Reclassification Wage Index | Proposed FY 2015 inpatient hospital wage index after reclassification by the Medicare Geographic Classification Review Board (MGCRB). The wage index includes any outmigration adjustment, application of the IPPS rural floor budget neutrality adjustment on a national basis, an occupational mix adjustment, and continues to use CBSAs to define labor market areas. The wage index also includes the Frontier state wage index adjustment created by section 10324 of the Health Care and Education Reconciliation Act of 2010. ⁴ In addition, if applicable, |

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| | | the proposed wage index includes a 50/50 blend of the wage index under the old OMB CBSA designations and the wage index the new OMB CBSA delineations under the proposed transition policy. |
| 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 the FY 2015 NPRM IPPS impact file: http://www.cms.gov/Medicare/Medicare-Fee-for-Service-Payment/AcuteInpatientPPS/FY2015-IPPS-Proposed-Rule-Home-Page.html The DSH variable is based on cost report and Social Security Administration (SSA) data. ⁵ |
| J | Outpatient Cost-to-Charge Ratio | Cost-to-charge ratios are obtained from the April 2014 outpatient provider specific file. An internally calculated CCR is used to replace zero or missing values. For CCRs greater than the upper limit of 1.5, the statewide default CCR is used. ⁶ |

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| K | Estimated 2014 PPS Payment | Estimated total CY 2014 Medicare program and beneficiary OPPS payments for the services for which CMS is able to simulate payments. These dollars include estimated CY 2014 outlier payments, a wage index that includes the Frontier state wage index adjustment created by section 10324 of the Health Care and Education Reconciliation Act of 2010, a 0.5 percentage point market basket reduction as a result of the multifactor productivity adjustment and an additional 0.3 percentage point market basket reduction in CY 2014 implemented by sections 3401 and 10319 of the Affordable Care Act of 2010, as amended by section 1105 of the Health Care and Education Reconciliation Act of 2010. ⁷ |
| L | Estimated 2015 PPS Payment | Estimated total CY 2015 Medicare program and beneficiary OPPS payments for the services for which CMS is able to simulate payments. These dollars include estimated CY 2015 outlier payments, a wage index that includes the Frontier state wage index adjustment created by section 10324 of the Health Care and Education Reconciliation Act of 2010, a 0.4 percentage point market basket reduction as a result of the multifactor productivity adjustment and an additional 0.2 percentage point market basket reduction in CY 2014 implemented by sections 3401 and 10319 of the Affordable Care Act of 2010, as amended by section 1105 of the Health Care and Education Reconciliation Act of 2010. |
| M | Estimated 2015 Outlier Payment | Estimated OPPS outlier payments for CY 2015 under the proposed outlier policy. ⁸ |
| 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 2013 claims after applying the proposed CY 2015 OPPS policy. This variable is used to create hospital "volume" groupings in the impact table. |

¹ Additional provider variables for short-term Hospitals paid under IPPS can be obtained from the FY 2015 NPRM hospital inpatient PPS Payment Impact File: <http://www.cms.gov/Medicare/Medicare-Fee-for-Service-Payment/AcuteInpatientPPS/FY2015-IPPS-Proposed-Rule-Home-Page.html>

² 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.

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

⁴ The frontier state wage index adjustment is described in Section II.C. of the CY 2015 OPPSIASC Proposed Rule.

⁵ This variable is missing for hospitals not included on the FY 2015 NPRM inpatient impact file, which generally are hospitals not paid under IPPS, including long-term care, rehabilitation, or psychiatric hospitals, although some short-term acute hospitals bill OPPI and not IPPS.

⁶ The application of the statewide CCR is described in Section II.D. of the CY 2015 OPPSIASC Proposed Rule. Statewide CCRs are provided in Section II.D. of the CY 2015 OPPSIASC Proposed Rule.

⁷ These payments are simulated, and actual payments will differ. Estimated amounts are based on the distribution of services present in the 2013 claims that we could model. The 2013 claims are refined to 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 for purposes of calculating impacts.

⁸ As discussed in section II.G. of the CY 2015 OPPSIASC NPRM preamble, we used the CCR from the April (second quarter) 2014 outpatient provider specific file (<http://www.cms.gov/Medicare/Medicare-Fee-for-Service-Payment/PCPricer/Outpatient-PPS-Pricer-Code.html>) to model the proposed outlier threshold and estimated outlier payments for 2015 included in this impact file.