

## Revised April 1, 2001 SNF Payment Rates

On July 31, 2000, the Health Care Financing Administration published a final rule in the ***Federal Register*** (65 FR 46770), detailing the schedule of skilled nursing facility (SNF) prospective payment system (PPS) Federal rates applicable for Medicare payments in FY 2001. Subsequently, the Medicare, Medicaid, and SCHIP Benefits Improvement and Protection Act of 2000 (BIPA 2000) provided for several adjustments to the SNF PPS rates effective for this period. A Program Memorandum, A-01-08, highlighting these changes was published on January 16, 2001. The tables below detail the Federal rates in effect for the period from April 1, 2001 through September 30, 2001. They include the elimination of the one percent reduction in the SNF market basket update in 2001 and the 16.66 percent increase in the nursing component of the PPS Federal rate.

The rates shown below do not include the 4 percent, 10.7 percent or 24 percent add-ons mandated under section 101 of the Balanced Budget Refinement Act of 1999 (BBRA 1999) and section 314 of the BIPA 2000. These add-ons are applied after all adjustments to the rates are applied. A table highlighting the specific RUG-III groups to which the add-ons apply is provided below.

### URBAN:

|                                |        |
|--------------------------------|--------|
| Nursing Case-mix Component     | 136.05 |
| Therapy Case-mix Component     | 87.84  |
| Non-case Mix Component         | 59.53  |
| Therapy Non-case Mix Component | 11.57  |

### RURAL:

|                                |        |
|--------------------------------|--------|
| Nursing Case-mix Component     | 129.99 |
| Therapy Case-mix Component     | 101.29 |
| Non-case Mix Component         | 60.62  |
| Therapy Non-case Mix Component | 12.36  |

| NATIONAL RATES - URBAN |                   |                   |                           |                        |            |
|------------------------|-------------------|-------------------|---------------------------|------------------------|------------|
| RUG III Category       | Nursing Component | Therapy Component | Non-case Mix Therapy Comp | Non-case Mix Component | Total Rate |
| RUC                    | 176.87            | 197.64            |                           | 59.53                  | 434.04     |
| RUB                    | 129.25            | 197.64            |                           | 59.53                  | 386.42     |
| RUA                    | 106.12            | 197.64            |                           | 59.53                  | 363.29     |
| RVC                    | 153.74            | 123.85            |                           | 59.53                  | 337.12     |
| RVB                    | 141.49            | 123.85            |                           | 59.53                  | 324.87     |
| RVA                    | 110.20            | 123.85            |                           | 59.53                  | 293.58     |
| RHC                    | 171.42            | 82.57             |                           | 59.53                  | 313.52     |
| RHB                    | 144.21            | 82.57             |                           | 59.53                  | 286.31     |
| RHA                    | 118.36            | 82.57             |                           | 59.53                  | 260.46     |
| RMC                    | 183.67            | 67.64             |                           | 59.53                  | 310.84     |
| RMB                    | 148.29            | 67.64             |                           | 59.53                  | 275.46     |
| RMA                    | 130.61            | 67.64             |                           | 59.53                  | 257.78     |
| RLB                    | 151.02            | 37.77             |                           | 59.53                  | 248.32     |
| RLA                    | 108.84            | 37.77             |                           | 59.53                  | 206.14     |
| SE3                    | 231.29            |                   | 11.57                     | 59.53                  | 302.39     |
| SE2                    | 189.11            |                   | 11.57                     | 59.53                  | 260.21     |
| SE1                    | 159.18            |                   | 11.57                     | 59.53                  | 230.28     |
| SSC                    | 153.74            |                   | 11.57                     | 59.53                  | 224.84     |
| SSB                    | 142.85            |                   | 11.57                     | 59.53                  | 213.95     |
| SSA                    | 137.41            |                   | 11.57                     | 59.53                  | 208.51     |
| CC2                    | 152.38            |                   | 11.57                     | 59.53                  | 223.48     |
| CC1                    | 134.69            |                   | 11.57                     | 59.53                  | 205.79     |
| CB2                    | 123.81            |                   | 11.57                     | 59.53                  | 194.91     |
| CB1                    | 114.28            |                   | 11.57                     | 59.53                  | 185.38     |
| CA2                    | 112.92            |                   | 11.57                     | 59.53                  | 184.02     |
| CA1                    | 102.04            |                   | 11.57                     | 59.53                  | 173.14     |
| IB2                    | 93.87             |                   | 11.57                     | 59.53                  | 164.97     |
| IB1                    | 91.15             |                   | 11.57                     | 59.53                  | 162.25     |
| IA2                    | 77.55             |                   | 11.57                     | 59.53                  | 148.65     |
| IA1                    | 72.11             |                   | 11.57                     | 59.53                  | 143.21     |
| BB2                    | 92.51             |                   | 11.57                     | 59.53                  | 163.61     |
| BB1                    | 88.43             |                   | 11.57                     | 59.53                  | 159.53     |
| BA2                    | 76.19             |                   | 11.57                     | 59.53                  | 147.29     |
| BA1                    | 65.30             |                   | 11.57                     | 59.53                  | 136.40     |
| PE2                    | 107.48            |                   | 11.57                     | 59.53                  | 178.58     |
| PE1                    | 104.76            |                   | 11.57                     | 59.53                  | 175.86     |
| PD2                    | 97.96             |                   | 11.57                     | 59.53                  | 169.06     |
| PD1                    | 95.24             |                   | 11.57                     | 59.53                  | 166.34     |
| PC2                    | 88.43             |                   | 11.57                     | 59.53                  | 159.53     |
| PC1                    | 87.07             |                   | 11.57                     | 59.53                  | 158.17     |

|            |       |  |       |       |        |
|------------|-------|--|-------|-------|--------|
| <b>PB2</b> | 69.39 |  | 11.57 | 59.53 | 140.49 |
| <b>PB1</b> | 68.03 |  | 11.57 | 59.53 | 139.13 |
| <b>PA2</b> | 66.66 |  | 11.57 | 59.53 | 137.76 |
| <b>PA1</b> | 62.58 |  | 11.57 | 59.53 | 133.68 |

| <b>RURAL 3 STDs</b>     |                          |                          |                                  |                               |                   |
|-------------------------|--------------------------|--------------------------|----------------------------------|-------------------------------|-------------------|
| <b>RUG III Category</b> | <b>Nursing Component</b> | <b>Therapy Component</b> | <b>Non-case Mix Therapy Comp</b> | <b>Non-case Mix Component</b> | <b>Total Rate</b> |
| <b>RUC</b>              | 168.99                   | 227.90                   |                                  | 60.62                         | 457.51            |
| <b>RUB</b>              | 123.49                   | 227.90                   |                                  | 60.62                         | 412.01            |
| <b>RUA</b>              | 101.39                   | 227.90                   |                                  | 60.62                         | 389.91            |
| <b>RVC</b>              | 146.89                   | 142.82                   |                                  | 60.62                         | 350.33            |
| <b>RVB</b>              | 135.19                   | 142.82                   |                                  | 60.62                         | 338.63            |
| <b>RVA</b>              | 105.29                   | 142.82                   |                                  | 60.62                         | 308.73            |
| <b>RHC</b>              | 163.79                   | 95.21                    |                                  | 60.62                         | 319.62            |
| <b>RHB</b>              | 137.79                   | 95.21                    |                                  | 60.62                         | 293.62            |
| <b>RHA</b>              | 113.09                   | 95.21                    |                                  | 60.62                         | 268.92            |
| <b>RMC</b>              | 175.49                   | 77.99                    |                                  | 60.62                         | 314.10            |
| <b>RMB</b>              | 141.69                   | 77.99                    |                                  | 60.62                         | 280.30            |
| <b>RMA</b>              | 124.79                   | 77.99                    |                                  | 60.62                         | 263.40            |
| <b>RLB</b>              | 144.29                   | 43.55                    |                                  | 60.62                         | 248.46            |
| <b>RLA</b>              | 103.99                   | 43.55                    |                                  | 60.62                         | 208.16            |
| <b>SE3</b>              | 220.98                   |                          | 12.36                            | 60.62                         | 293.96            |
| <b>SE2</b>              | 180.69                   |                          | 12.36                            | 60.62                         | 253.67            |
| <b>SE1</b>              | 152.09                   |                          | 12.36                            | 60.62                         | 225.07            |
| <b>SSC</b>              | 146.89                   |                          | 12.36                            | 60.62                         | 219.87            |
| <b>SSB</b>              | 136.49                   |                          | 12.36                            | 60.62                         | 209.47            |
| <b>SSA</b>              | 131.29                   |                          | 12.36                            | 60.62                         | 204.27            |
| <b>CC2</b>              | 145.59                   |                          | 12.36                            | 60.62                         | 218.57            |
| <b>CC1</b>              | 128.69                   |                          | 12.36                            | 60.62                         | 201.67            |
| <b>CB2</b>              | 118.29                   |                          | 12.36                            | 60.62                         | 191.27            |
| <b>CB1</b>              | 109.19                   |                          | 12.36                            | 60.62                         | 182.17            |
| <b>CA2</b>              | 107.89                   |                          | 12.36                            | 60.62                         | 180.87            |
| <b>CA1</b>              | 97.49                    |                          | 12.36                            | 60.62                         | 170.47            |
| <b>IB2</b>              | 89.69                    |                          | 12.36                            | 60.62                         | 162.67            |
| <b>IB1</b>              | 87.09                    |                          | 12.36                            | 60.62                         | 160.07            |
| <b>IA2</b>              | 74.09                    |                          | 12.36                            | 60.62                         | 147.07            |
| <b>IA1</b>              | 68.89                    |                          | 12.36                            | 60.62                         | 141.87            |
| <b>BB2</b>              | 88.39                    |                          | 12.36                            | 60.62                         | 161.37            |
| <b>BB1</b>              | 84.49                    |                          | 12.36                            | 60.62                         | 157.47            |
| <b>BA2</b>              | 72.79                    |                          | 12.36                            | 60.62                         | 145.77            |
| <b>BA1</b>              | 62.40                    |                          | 12.36                            | 60.62                         | 135.38            |

|     |        |  |       |       |        |
|-----|--------|--|-------|-------|--------|
| PE2 | 102.69 |  | 12.36 | 60.62 | 175.67 |
| PE1 | 100.09 |  | 12.36 | 60.62 | 173.07 |
| PD2 | 93.59  |  | 12.36 | 60.62 | 166.57 |
| PD1 | 90.99  |  | 12.36 | 60.62 | 163.97 |
| PC2 | 84.49  |  | 12.36 | 60.62 | 157.47 |
| PC1 | 83.19  |  | 12.36 | 60.62 | 156.17 |
| PB2 | 66.29  |  | 12.36 | 60.62 | 139.27 |
| PB1 | 65.00  |  | 12.36 | 60.62 | 137.98 |
| PA2 | 63.70  |  | 12.36 | 60.62 | 136.68 |
| PA1 | 59.80  |  | 12.36 | 60.62 | 132.78 |

### BBRA 1999 & BIPA 2000 Add-ons

| RUG III<br>Category | 4% * | 10.7% ** | 24% *** |
|---------------------|------|----------|---------|
| RUC                 |      | X        |         |
| RUB                 |      | X        |         |
| RUA                 |      | X        |         |
| RVC                 |      | X        |         |
| RVB                 |      | X        |         |
| RVA                 |      | X        |         |
| RHC                 |      | X        |         |
| RHB                 |      | X        |         |
| RHA                 |      | X        |         |
| RMC                 |      | X        |         |
| RMB                 |      | X        |         |
| RMA                 |      | X        |         |
| RLB                 |      | X        |         |
| RLA                 |      | X        |         |
| SE3                 |      |          | X       |
| SE2                 |      |          | X       |
| SE1                 |      |          | X       |
| SSC                 |      |          | X       |
| SSB                 |      |          | X       |
| SSA                 |      |          | X       |
| CC2                 |      |          | X       |
| CC1                 |      |          | X       |
| CB2                 |      |          | X       |
| CB1                 |      |          | X       |
| CA2                 |      |          | X       |
| CA1                 |      |          | X       |
| IB2                 | X    |          |         |

|     |   |
|-----|---|
| IB1 | X |
| IA2 | X |
| IA1 | X |
| BB2 | X |
| BB1 | X |
| BA2 | X |
| BA1 | X |
| PE2 | X |
| PE1 | X |
| PD2 | X |
| PD1 | X |
| PC2 | X |
| PC1 | X |
| PB2 | X |
| PB1 | X |
| PA2 | X |
| PA1 | X |

**\* From the BBRA 1999**

**\*\* Includes the 4% increase from the BBRA 1999 and the 6.7% increase from the BIPA 2000**

**\*\*\* Includes the 4% and 20 % increase from the BBRA 1999**