CMS Manual System	Department of Health & Human Services (DHHS)
Pub 100-20 One-Time Notification	Centers for Medicare & Medicaid Services (CMS)
Transmittal 2381	Date: November 1, 2019
	Change Request 11508

SUBJECT: Addition of Medical Severity Diagnosis Related Groups (MS-DRG) Subject to Inpatient Prospective Payment System (IPPS) Replaced Devices Offered Without Cost or With a Credit Policy

I. SUMMARY OF CHANGES: This change request adds MS-DRG 319 and 320 to the list of DRGs subject to the IPPS payment policy for the reimbursement of replaced devices offered without cost or with a credit.

EFFECTIVE DATE: October 1, 2019

*Unless otherwise specified, the effective date is the date of service. IMPLEMENTATION DATE: April 6, 2020

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.*

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

One Time Notification

Attachment - One-Time Notification

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Pub. 100-20	Transmittal: 2381	Date: November 1, 2019	Change Request: 11508
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EFFECTIVE DATE: October 1, 2019

*Unless otherwise specified, the effective date is the date of service. IMPLEMENTATION DATE: April 6, 2020

I. GENERAL INFORMATION

A. Background: The Centers for Medicare & Medicaid Services (CMS) reduces a hospital's IPPS payment for specified MS-DRGs, when the implantation of a device is replaced without cost or with a credit equal to 50 percent or more of the cost of the replacement device. New MS-DRGs are added to the list, subject to the IPPS payment policy for replaced devices offered without cost or with a credit, when they are formed from procedures assigned to MS-DRGs that were previously on the list. For Fiscal Year (FY) 2020, a subset of the procedures assigned to MS-DRGs 216 through 221, previously subject to the IPPS payment policy for replaced devices or with a credit, have been assigned to new MS-DRGs 319 and 320 (Other Endovascular Cardiac Valve Procedures with and without major complications and comorbidities (MCC), respectively.

B. Policy: MS-DRGs 319 and 320 (Other Endovascular Cardiac Valve Procedures with and without MCC, respectively) are added to the list of MS-DRGs subject to the policy for reducing payment for replaced devices offered without cost or with a credit. The attachment displays the complete list of MS-DRGs subject to this payment policy.

II. BUSINESS REQUIREMENTS TABLE

Number	Requirement	Responsibility												
		,				Shared-				Other				
		MAC M						MAC M System						
			E			E Maintainers								
		Α	В	Η		F	Μ	V	С					
				Η		_	С	Μ						
				Η	A	S	S	S	F					
					C	S								
11508.1	Medicare contractors shall add MS-DRGs 319 and 320, effective for discharges on or after October 1,					Х								
	2019, to current edits for replaced devices offered													
	without cost or with a credit.													
11508.2	Medicare contractors shall begin adjusting claims with	Х												
	the following criteria by April 30, 2020.													
	• Type of Bill (TOB) - 11X													
	• Provider range - XX0001-XX0999													
	• Discharge date on or after October 1, 2019													
	through March 31, 2020													
	Reimbursement greater than zero													

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

Number	Requirement	R	espo	onsil	bilit	y				
						Shared-				Other
		MAC			M E		•	tem aine		
		Α	В		М	F		V		
				H H	A	I S	C S	M S	W F	
					С	S				
	 MS-DRGs 319 & 320 Value code (VC) - FD AND A DOLLAR AMOUNT Condition code (CC) - 49 OR 50 									

III. PROVIDER EDUCATION TABLE

Number	Requirement	Re	spo	nsib	ility		
		A	В	H H H	E M A C	I	
11508.3	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: N/A

"Should" denotes a recommendation.

X-Ref	Recommendations or other supporting information:
Requirement	
Number	

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):

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.

ATTACHMENTS: 1

2008	2014	2015	2020			2008	2014	2015	2020		
MS-	MS-	MS-	MS-	EFFECT	TERM	MS-	MS-	MS-	MS-	EFFECT	TERM
DRG	DRG	DRG	DRG	DATE	DATE	DRG	DRG	DRG	DRG	DATE	DATE
001	001	001	001	10/01/08		258	258	258	258	10/01/08	
002	002	002	002	10/01/08		259	259	259	259	10/01/08	
023	023	023	023	10/01/08		260	260	260	260	10/01/08	
024	024	024	024	10/01/08		261	261	261	261	10/01/08	
025	025	025	025	10/01/08		262	262	262	262	10/01/08	
026	026	026	026	10/01/08		265	265	-	-	10/01/08	
027	027	027	027	10/01/08		-	266	266	266	10/01/14	
040	040	040	040	10/01/08		-	267	267	267	10/01/14	
041	041	041	041	10/01/08		-	-	268	268	10/01/15	
042	042	042	042	10/01/08		-	-	269	269	10/01/15	
129	129	129	129	10/01/08		-	-	270	270	10/01/15	
130	130	130	130	10/01/08		-	-	271	271	10/01/15	
215	215	215	215	10/01/08		-	-	272	272	10/01/15	
216	216	216	216	10/01/08		-	-	-	319	10/01/19	
217	217	217	217	10/01/08		-	-	-	320	10/01/19	
218	218	218	218	10/01/08		461	461	461	461	10/01/08	
219	219	219	219	10/01/08		462	462	462	462	10/01/08	
220	220	220	220	10/01/08		466	466	466	466	10/01/08	
221	221	221	221	10/01/08		467	467	467	467	10/01/08	
222	222	222	222	10/01/08		468	468	468	468	10/01/08	
223	223	223	223	10/01/08		469	469	469	469	10/01/08	
224	224	224	224	10/01/08		470	470	470	470	10/01/08	
225	225	225	225	10/01/08							
226	226	226	226	10/01/08							
227	227	227	227	10/01/08							
237	237	-	-	10/01/08	09/30/14						
238	238	-	-	10/01/08	09/30/14						
242	242	242	242	10/01/08							
243	243	243	243	10/01/08							
244	244	244	244	10/01/08							
245	245	245	245	10/01/08							