



STATE OF CONNECTICUT

DEPARTMENT OF SOCIAL SERVICES
OFFICE OF THE DEPUTY COMMISSIONER

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KATHLEEN M. BRENNAN
Deputy Commissioner

December 29, 2016

To: All Out-of State and Border General Acute Care Hospitals

Re: Inpatient Hospital Reimbursement

Dear Provider:

Pursuant to Section 17b-239 of the Connecticut General Statutes (CGS) and Public Act 13-234, section 76, the Department is implemented an All Patient Refined-Diagnosis Related Group (APR-DRG) reimbursement methodology effective for admissions on or after January 1, 2015. The prospective inpatient Medicaid rates for out-of-state and border hospitals listed below are effective for admissions on or after January 1, 2017 and are based on Connecticut statewide averages.

| | |
|---|------------|
| APR-DRG Base Rate | \$7,505.68 |
| Behavioral Health Per Diem Rate (DRG 740 – 776) | \$1,050.00 |
| Rehabilitation Per Diem Rate (DRG 860) | \$1,370.00 |
| Cost to Charge Ratio used in Outlier Calculations | 0.31793 |

Please note that charges for hospital based physicians must not be reported on the inpatient claim as these costs are not a component of the APR-DRG base rate. Physicians will need to be enrolled in a professional billing group to enable separate billing and reimbursement. See Provider Bulletins 2014-68 and 2014-79 for further information on physicians/practitioners and APR-DRGs in general.

Additional information, including the APR-DRG weight table and payment calculator, is available on two DSS websites. To access the first website, go to <http://www.ct.gov/dss>, select "About Us", scroll down and select "Reimbursement and Certificate of Need Division", then "Medicaid Hospital Reimbursement and Reimbursement Modernization". To access the second website, go to <https://www.ctdssmap.com>, and select "Hospital Modernization".

Any questions or correspondence should be directed to Roberta Cecil of the Reimbursement and Certificate of Need unit at 860-424-5932 or Roberta.Cecil@ct.gov.

Sincerely,

Kathleen M. Brennan
Deputy Commissioner

cc: C. LaVigne
S. Ouellette
M. Gilbert
N. Holmes