

Bulletin Number: MSA 11-15

Distribution: Hospitals, Medicaid Health Plans (MHP)

Issued: March 31, 2011

Subject: Rebasing Diagnosis Related Group (DRG) Rates; DRG Grouper Update; Per Diem Rates Update; Present on Admission Indicators and Non-Payment for Hospital Acquired Conditions

Effective: Immediately

Programs Affected: Medicaid, Children's Special Health Care Services (CSHCS)

On March 1, 2011, the Medical Services Administration (MSA) issued bulletin MSA 11-08, Rebasing Diagnosis Related Group (DRG) Rates; DRG Grouper Update; Present on Admission (POA) Indicator and non-payment for Hospital Acquired Conditions (HAC) policy. MSA 11-08 was to be effective April 1, 2011. Due to the need for further analysis, MSA has delayed the implementation of the policy until July 1, 2011.

Current hospital reimbursement policy remains unaffected until July 1, 2011. This includes the application of current DRG Grouper 27.0 and hospital weights and rates. In addition, proposed policy related to the POA Indicator and non-payment for HACs will not be implemented until July 1, 2011, in conjunction with the DRG rebasing and DRG grouper update.

Manual Maintenance

Retain this bulletin for future reference.

Questions

Any questions regarding this bulletin should be directed to Provider Inquiry, Department of Community Health, P.O. Box 30731, Lansing, Michigan 48909-8231, or e-mail at ProviderSupport@michigan.gov. When you submit an e-mail, be sure to include your name, affiliation, and phone number so you may be contacted if necessary. Providers may phone toll-free 1-800-292-2550.

Approved



Stephen Fitton, Director
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