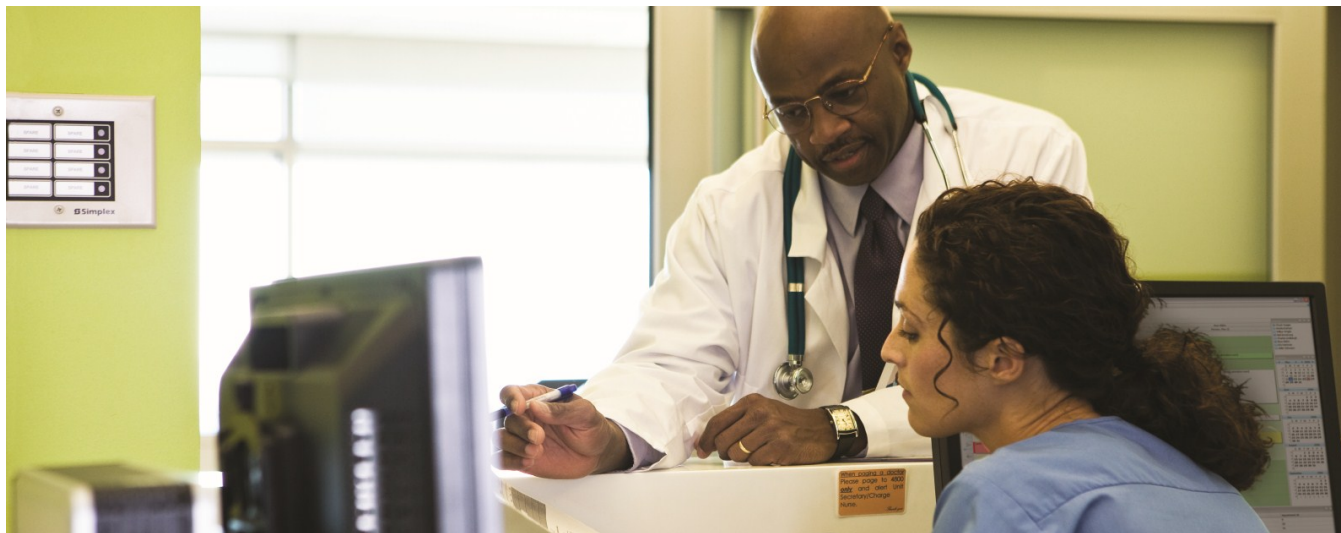


IHCP *bulletin*

INDIANA HEALTH COVERAGE PROGRAMS BT201238 OCTOBER 23, 2012



IHCP announces 2013 hospice rates, effective October 1, 2012

The Centers for Medicare & Medicaid Services (CMS) released new federal hospice rates, effective for dates of service October 1, 2012, through September 30, 2013, inclusive. These rates are the basis for payments to Medicaid-enrolled hospice providers. Accordingly, the Indiana Health Coverage Programs (IHCP) provides the following information regarding IHCP hospice rates for this same time period:

- A brief explanation of how Myers and Stauffer, LC, the IHCP long-term care rate-setting contractor, calculated the new IHCP hospice rates
- [Table 1](#) on page 2 that lists the new IHCP hospice rates, as prepared by Myers and Stauffer, LC
- [Table 2](#) (attached) that lists the hospice wage-adjusted rates for all geographical regions in Indiana

Method of calculation

Reimbursement for the IHCP hospice benefits is based on the methodology established by the CMS for the administration of the federal Medicare program. Additionally, IHCP rates include payment for any Medicare coinsurance amounts and are further adjusted for regional wage differences.

The total *per diem* amounts reimbursed to IHCP-enrolled providers are calculated according to the IHCP hospice member's level of care (LOC), as follows:

- Routine home hospice LOC in the private home – IHCP hospice *per diem* only
- Routine home hospice LOC in the nursing facility – IHCP hospice *per diem* plus room and board *per diem*
- Continuous home hospice LOC in the private home – IHCP hospice *per diem* only

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- Continuous home hospice LOC in the nursing facility – IHCP hospice *per diem* plus room and board *per diem*
- Inpatient respite care for a member in the private home or in the nursing facility – IHCP hospice *per diem* only (Note: There is no additional room and board *per diem* for this service.)
- General inpatient care for a member in the private home or in the nursing facility – IHCP hospice *per diem* only (Note: There is no additional room and board *per diem* for this service.)

Hospice providers are reminded that the *Balanced Budget Act (BBA) of 1997* changed the reimbursement methodology so that the hospice *per diem* for both routine and continuous home hospice LOC in the private home are adjusted using the wage index for the city or county where the member resides. Under the BBA of 1997, hospice *per diem* for both routine and continuous hospice LOC in the nursing facility continues to be adjusted using the wage index of the city or county where the hospice facility is located. IndianaAIM pays IHCP hospice claims consistent with the BBA of 1997 reimbursement methodology.

Federal *per diem* rates for hospice claims

The federal Medicaid hospice *per diem* rates for care and services provided for dates of service from October 1, 2012, through September 30, 2013, inclusive, are as follows:

Table 1 – Federal per diem rates for hospice claims

Level of care (LOC)	Daily rate	Amount subject to wage index	Unweighted amount
Routine home care	\$153.65	\$105.57	\$48.08
Continuous home care	\$895.91	\$615.58	\$280.33
Inpatient respite care	\$167.07	\$90.44	\$76.63
General inpatient care	\$682.59	\$436.93	\$245.66

The daily rate is the sum of the amount subject to wage index (the labor portion of the rate) plus the unweighted amount (the nonlabor portion of the rate). States must adjust the federal daily rate to reflect local geographical differences in wage levels. The wage-adjusted rates shown on in Table 2 (attached) are computed by multiplying the federal amount subject to wage index by the hospice wage index for the applicable geographic area, and adding the result to the federal unweighted amount.

IndianaAIM will be updated with the new hospice rates before November 1, 2012, when providers begin billing for October 2012 service dates. No mass claims adjustments will be needed.

QUESTIONS?

If you have questions about this publication, please contact Customer Assistance at (317) 655-3240 in the Indianapolis local area or toll-free at 1-800-577-1278.

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*Table 2 – Hospice wage-adjusted rates
Effective for dates of service October 1, 2012, through September 30, 2013, inclusive*

County name	County code	Hospice Wage Index ¹	Routine home care	Continuous home care full rate 24 hours	Continuous home care hourly rate	Inpatient respite care	General inpatient care
Urban areas							
Anderson							
Madison	48	0.9518	148.56	866.24	36.09	162.71	661.53
Bloomington							
Greene	28	0.8962	142.69	832.01	34.67	157.68	637.24
Monroe	53	0.8962	142.69	832.01	34.67	157.68	637.24
Owen	60	0.8962	142.69	832.01	34.67	157.68	637.24
Cincinnati							
Dearborn	15	0.9686	150.34	876.58	36.52	164.23	668.87
Ohio	58	0.9686	150.34	876.58	36.52	164.23	668.87
Franklin	24	0.9686	150.34	876.58	36.52	164.23	668.87
Columbus							
Bartholomew	3	0.9987	153.51	895.11	37.30	166.95	682.02
Elkhart-Goshen							
Elkhart	20	0.9661	150.07	875.04	36.46	164.00	667.78
Evansville							
Gibson	26	0.8915	142.20	829.12	34.55	157.26	635.18
Posey	65	0.8915	142.20	829.12	34.55	157.26	635.18
Vanderburgh	82	0.8915	142.20	829.12	34.55	157.26	635.18
Warrick	87	0.8915	142.20	829.12	34.55	157.26	635.18
Fort Wayne							
Allen	2	0.9623	149.67	872.70	36.36	163.66	666.12
Wells	90	0.9623	149.67	872.70	36.36	163.66	666.12
Whitley	92	0.9623	149.67	872.70	36.36	163.66	666.12
Gary							
Lake	45	0.9443	147.77	861.62	35.90	162.03	658.25
Jasper	37	0.9443	147.77	861.62	35.90	162.03	658.25
Newton	56	0.9443	147.77	861.62	35.90	162.03	658.25
Porter	64	0.9443	147.77	861.62	35.90	162.03	658.25
Indianapolis							
Boone	6	0.9925	152.86	891.29	37.14	166.39	679.31
Brown	7	0.9925	152.86	891.29	37.14	166.39	679.31
Hamilton	29	0.9925	152.86	891.29	37.14	166.39	679.31
Hancock	30	0.9925	152.86	891.29	37.14	166.39	679.31
Hendricks	32	0.9925	152.86	891.29	37.14	166.39	679.31
Johnson	41	0.9925	152.86	891.29	37.14	166.39	679.31
Marion	49	0.9925	152.86	891.29	37.14	166.39	679.31

¹ The Hospice Wage Index was published in the *Federal Register* on July 27, 2012. States adjust the wage component of the daily hospice payment rates to reflect geographical differences in the wage levels.

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County name	County code	Hospice Wage Index ¹	Routine home care	Continuous home care full rate 24 hours	Continuous home care hourly rate	Inpatient respite care	General inpatient care
Morgan	55	0.9925	152.86	891.29	37.14	166.39	679.31
Putnam	67	0.9925	152.86	891.29	37.14	166.39	679.31
Shelby	73	0.9925	152.86	891.29	37.14	166.39	679.31
Kokomo							
Howard	34	0.9436	147.70	861.19	35.88	161.97	657.95
Tipton	80	0.9436	147.70	861.19	35.88	161.97	657.95
Lafayette							
Benton	4	0.9766	151.18	881.51	36.73	164.95	672.37
Carroll	8	0.9766	151.18	881.51	36.73	164.95	672.37
Tippecanoe	79	0.9766	151.18	881.51	36.73	164.95	672.37
Louisville							
Clark	10	0.9142	144.59	843.09	35.13	159.31	645.10
Floyd	22	0.9142	144.59	843.09	35.13	159.31	645.10
Harrison	31	0.9142	144.59	843.09	35.13	159.31	645.10
Washington	88	0.9142	144.59	843.09	35.13	159.31	645.10
Michigan City/ LaPorte							
La Porte	46	0.9613	149.56	872.09	36.34	163.57	665.68
Muncie							
Delaware	18	0.8030	132.85	774.64	32.28	149.25	596.51
South Bend							
St. Joseph	71	0.9682	150.29	876.33	36.51	164.19	668.70
Terre Haute							
Clay	11	0.9459	147.94	862.61	35.94	162.18	658.95
Sullivan	77	0.9459	147.94	862.61	35.94	162.18	658.95
Vermillion	83	0.9459	147.94	862.61	35.94	162.18	658.95
Vigo	84	0.9459	147.94	862.61	35.94	162.18	658.95
Nonurban areas							
Adams	1	0.8784	140.81	821.06	34.21	156.07	629.46
Blackford	5	0.8784	140.81	821.06	34.21	156.07	629.46
Cass	9	0.8784	140.81	821.06	34.21	156.07	629.46
Clinton	12	0.8784	140.81	821.06	34.21	156.07	629.46
Crawford	13	0.8784	140.81	821.06	34.21	156.07	629.46
Daviess	14	0.8784	140.81	821.06	34.21	156.07	629.46
De Kalb	17	0.8784	140.81	821.06	34.21	156.07	629.46
Decatur	16	0.8784	140.81	821.06	34.21	156.07	629.46
Dubois	19	0.8784	140.81	821.06	34.21	156.07	629.46
Fayette	21	0.8784	140.81	821.06	34.21	156.07	629.46
Fountain	23	0.8784	140.81	821.06	34.21	156.07	629.46

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County name	County code	Hospice Wage Index ¹	Routine home care	Continuous home care full rate 24 hours	Continuous home care hourly rate	Inpatient respite care	General inpatient care
Fulton	25	0.8784	140.81	821.06	34.21	156.07	629.46
Grant	27	0.8784	140.81	821.06	34.21	156.07	629.46
Henry	33	0.8784	140.81	821.06	34.21	156.07	629.46
Huntington	35	0.8784	140.81	821.06	34.21	156.07	629.46
Jackson	36	0.8784	140.81	821.06	34.21	156.07	629.46
Jay	38	0.8784	140.81	821.06	34.21	156.07	629.46
Jefferson	39	0.8784	140.81	821.06	34.21	156.07	629.46
Jennings	40	0.8784	140.81	821.06	34.21	156.07	629.46
Knox	42	0.8784	140.81	821.06	34.21	156.07	629.46
Kosciusko	43	0.8784	140.81	821.06	34.21	156.07	629.46
Lagrange	44	0.8784	140.81	821.06	34.21	156.07	629.46
Lawrence	47	0.8784	140.81	821.06	34.21	156.07	629.46
Marshall	50	0.8784	140.81	821.06	34.21	156.07	629.46
Martin	51	0.8784	140.81	821.06	34.21	156.07	629.46
Miami	52	0.8784	140.81	821.06	34.21	156.07	629.46
Montgomery	54	0.8784	140.81	821.06	34.21	156.07	629.46
Noble	57	0.8784	140.81	821.06	34.21	156.07	629.46
Orange	59	0.8784	140.81	821.06	34.21	156.07	629.46
Parke	61	0.8784	140.81	821.06	34.21	156.07	629.46
Perry	62	0.8784	140.81	821.06	34.21	156.07	629.46
Pike	63	0.8784	140.81	821.06	34.21	156.07	629.46
Pulaski	66	0.8784	140.81	821.06	34.21	156.07	629.46
Randolph	68	0.8784	140.81	821.06	34.21	156.07	629.46
Ripley	69	0.8784	140.81	821.06	34.21	156.07	629.46
Rush	70	0.8784	140.81	821.06	34.21	156.07	629.46
Scott	72	0.8784	140.81	821.06	34.21	156.07	629.46
Spencer	74	0.8784	140.81	821.06	34.21	156.07	629.46
Starke	75	0.8784	140.81	821.06	34.21	156.07	629.46
Steuben	76	0.8784	140.81	821.06	34.21	156.07	629.46
Switzerland	78	0.8784	140.81	821.06	34.21	156.07	629.46
Union	81	0.8784	140.81	821.06	34.21	156.07	629.46
Wabash	85	0.8784	140.81	821.06	34.21	156.07	629.46
Warren	86	0.8784	140.81	821.06	34.21	156.07	629.46
Wayne	89	0.8784	140.81	821.06	34.21	156.07	629.46
White	91	0.8784	140.81	821.06	34.21	156.07	629.46

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