

<b>CMS Manual System</b>	<b>Department of Health &amp; Human Services (DHHS)</b>
<b>Pub 100-04 Medicare Claims Processing</b>	<b>Centers for Medicare &amp; Medicaid Services (CMS)</b>
<b>Transmittal 3332</b>	<b>Date: August 21, 2015</b>
	<b>Change Request 9305</b>

**SUBJECT: Update-Inpatient Psychiatric Facilities Prospective Payment System (IPF PPS) Fiscal Year (FY) 2016**

**I. SUMMARY OF CHANGES:** This Change Request (CR) identifies changes that are required as part of the annual IPF PPS update from the FY 2016 IPF PPS Final Rule, published on July 31, 2015. These changes are applicable to IPF discharges occurring during fiscal year October 1, 2015 through September 30, 2016. This Recurring Update applies to chapter 3, section 190.4.3.

**EFFECTIVE DATE: October 1, 2015**

*\*Unless otherwise specified, the effective date is the date of service.*

**IMPLEMENTATION DATE: October 5, 2015**

*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.

<b>R/N/D</b>	<b>CHAPTER / SECTION / SUBSECTION / TITLE</b>
R	3/190/190.4.3/Annual Update

**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:**

**Recurring Update Notification  
Manual Instruction**

# Attachment - Recurring Update Notification

Pub. 100-04	Transmittal: 3332	Date: August 21, 2015	Change Request: 9305
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**SUBJECT: Update-Inpatient Psychiatric Facilities Prospective Payment System (IPF PPS) Fiscal Year (FY) 2016**

**EFFECTIVE DATE: October 1, 2015**

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**IMPLEMENTATION DATE: October 5, 2015**

## **I. GENERAL INFORMATION**

**A. Background:** On November 15, 2004, the Centers for Medicare & Medicaid Services (CMS) published in the Federal Register a final rule that established the prospective payment system for Inpatient Psychiatric Facilities (IPF) under the Medicare program in accordance with provisions of Section 124 of Public Law 106-113, the Medicare, Medicaid and SCHIP Balanced Budget Refinement Act of 1999 (BBRA). Payments to IPFs under the IPF PPS are based on a federal per diem base rate that includes both inpatient operating and capital-related costs (including routine and ancillary services), but excludes certain pass-through costs (i.e., bad debts, and graduate medical education). CMS is required to make updates to this prospective payment system annually.

This Change Request (CR) identifies changes that are required as part of the annual IPF PPS update from the IPF Prospective Payment System Fiscal Year 2016 Final Rule, displayed on July 31, 2015. These changes are applicable to IPF discharges occurring during the fiscal year October 1, 2015 through September 30, 2016.

## **B. Policy: Fiscal Year 2016 Update to the IPF PPS**

### **1. Market Basket Update:**

For FY 2016, CMS is using the newly adopted 2012-based IPF market basket to update the IPF PPS payments (that is, the Federal per diem base rate and Electroconvulsive Therapy (ECT) payment per treatment). The 2012-based IPF market basket update for FY 2016 is 2.4 percent. However, this 2.4 percent is subject to two reductions required by the Social Security Act (the Act), as described below.

Section 1886(s)(2)(A)(ii) of the Act requires the application of an "Other Adjustment" that reduces any update to the IPF market basket update by percentages specified in section 1886(s)(3) of the Act for Rate Year (RY) beginning in 2010 through the FY beginning in 2019. For the FY beginning in 2015 (that is, FY 2016), section 1886(s)(3)(C) of the Act requires the reduction to be 0.2 percentage point. CMS implemented that provision in the FY 2016 IPF PPS Final Rule.

In addition, section 1886(s)(2)(A)(i) of the Act requires the application of the Productivity Adjustment described in section 1886(b)(3)(B)(xi)(II) of the Act to the IPF PPS for the RY beginning in 2012 (that is, an RY that coincides with a FY), and each subsequent FY. For the FY beginning in 2015 (that is, FY 2016), the reduction is 0.5 percentage point. CMS implemented that provision in the FY 2016 IPF PPS Final Rule.

Therefore, CMS updated the IPF PPS base rate for FY 2016 by applying the adjusted market basket update of 1.7 percent (which includes the 2012-based IPF market basket update of 2.4 percent, an ACA required 0.2 percent reduction to the market basket update, and an ACA required productivity adjustment reduction of 0.5 percent) and the wage index budget neutrality factor of 1.0041 to the FY 2015 Federal per diem base rate of \$728.31 to yield a FY 2016 Federal per diem base rate of \$743.73. Similarly, applying the adjusted market basket update of 1.7 percent and the wage index budget neutrality factor of 1.0041 to the FY 2015

ECT payment per treatment of \$313.55 yields an ECT payment per treatment of \$320.19 for FY 2016.

## **2. Inpatient Psychiatric Facilities Quality Reporting Program (IPFQR)**

Section 1886(s)(4) of the Act requires the establishment of a quality data reporting program for the IPF PPS beginning in FY 2014. CMS finalized new requirements for quality reporting for IPFs in the “Hospital Inpatient Prospective Payment System for Acute Care Hospitals and the Long Term Care Hospital Prospective Payment System and Fiscal Year 2013 Rates” Final Rule (August 31, 2012) (77 FR 53258, 53644 through 53360). Section 1886(s)(4)(A)(i) of the Act requires that, for FY 2014 and each subsequent fiscal year, the Secretary shall reduce any annual update to a standard Federal rate for discharges occurring during the FY by two percentage points for any IPF that does not comply with the quality data submission requirements with respect to an applicable year. Therefore, a two percentage point reduction is applied to the Federal per diem base rate and the ECT payment per treatment as follows:

- For IPFs that fail to submit quality reporting data under the IPFQR program, a -0.3 percent annual update (a negative update consisting of 1.7 percent reduced by 2.0 percentage points in accordance with section 1886(s)(4)(A)(ii) of the Act) and the wage index budget neutrality factor of 1.0041 is applied to the FY 2015 Federal per diem base rate of \$728.31, yielding a Federal per diem base rate of \$729.10 for FY 2016.
- Similarly, a -0.3 percent annual update and the 1.0041 wage index budget neutrality factor is applied to the FY 2015 ECT payment per treatment of \$313.55, yielding an ECT payment per treatment of \$313.89 for FY 2016.

## **3. PRICER Updates: IPF PPS Fiscal Year 2016 (October 1, 2015 – September 30, 2016):**

- The Federal per diem base rate is \$743.73 for IPFs that complied with quality data submission requirements.
- The Federal per diem base rate is \$729.10 when applying the two percentage point reduction, for IPFs that failed to comply with quality data submission requirements.
- The fixed dollar loss threshold amount is \$9,580.00.
- The IPF PPS wage index is based on the FY 2015 pre-floor, pre-reclassified acute care hospital wage index, which includes updated CBSA delineations from the Office of Management and Budget (OMB). Please see item 7 below for more details on the FY 2016 IPF PPS wage index.
- The labor-related share is 75.2 percent.
- The non-labor related share is 24.8 percent.
- The ECT payment per treatment is \$320.19 for IPFs that complied with quality data submission requirements.
- The ECT payment per treatment is \$313.89 when applying the two percentage point reduction, for IPFs that failed to comply with quality data submission requirements.

## **4. Provider Specific File (PSF) Updates:**

The FY 2016 IPF PPS final rule adopts the most recent OMB statistical area delineations to identify a facility's urban or rural status for the purpose of determining if a rural adjustment will apply to the facility. In addition, for FY 2016 only, the updated statistical area delineations will be implemented in the IPF PPS wage index using a one-year transition with a blended wage index for all providers. As a result, several counties now have new core based statistical areas (CBSAs) that require an update to the Provider Specific

File (PSF.)

Medicare Administrative Contractors (MACs) shall use the applicable attachments to update the PSF as follows:

**A.** For each IPF provider listed in the “FY 2016 IPF PPS Special Wage Index Values” table of Attachment Two, MACs shall enter the “Transitional Wage Index” in the special wage index field of the PSF. MACs shall enter the "New CBSA" number (where applicable) as the provider’s CBSA.

Using the first line of the table as an example, this is what should happen for FY 2016:

For provider 01S109:

- Set the CBSA to ‘46220’
- Set the special wage index indicator to ‘1’
- Set the special wage index value to 0.7650

**B.** For each IPF provider listed in the “FY 2016 IPF CBSA Changes” table of Attachment Three, MACs shall change the CBSA number only. No special transitional wage index value shall be applied to the providers listed in this table.

Using the first line of the table as an example, this is what should happen for FY 2016:

For provider 05S360:

- Set the CBSA to ‘42034’

## **5. The National Urban and Rural Cost to Charge Ratios for the IPF Prospective Payment System Fiscal Year 2016:**

**See Table A “Cost to Charge Ratio for the IPF Prospective Payment System Fiscal Year 2016” of Attachment One.**

## **6. MS-DRG Update**

The adjustment factors are unchanged for the FY 2016 IPF PPS. However, CMS adopted the ICD-10-CM/PCS code set as of October 1, 2015. Diagnosis codes were converted from ICD-9-CM/PCS to ICD-10-CM/PCS in the FY 2015 IPF PPS Final Rule, published August 06, 2014.

## **7. FY2016 IPF PPS Wage Index**

The FY 2016 IPF PPS final rule adopts the most recent OMB statistical area delineations for use in determining the IPF PPS wage index. For FY 2016, CMS adopted these updated OMB CBSAs using a one-year transition with a blended wage index for all providers. The FY 2016 IPF PPS wage index for each provider consists of a blend of fifty percent of the FY 2015 wage index using the current OMB delineations and fifty percent FY 2015 wage index using the revised OMB delineations. The FY 2016 final IPF PPS transitional wage index is available online at: <http://www.cms.gov/Medicare/Medicare-Fee-for-Service-Payment/InpatientPsychFacilPPS/WageIndex.html>.

## **8. COLA Adjustment**

The Cost of Living Adjustment (COLA) factors are unchanged for the FY 2016 IPF PPS. For a list of these adjustment factors, see Table B: “COLA Adjustment for the IPF Prospective Payment System Fiscal Year

2016” of Attachment One.

**See Table B: “COLA Adjustment for the IPF Prospective Payment System Fiscal Year 2016” of Attachment One.**

**9. Rural Adjustment**

Due to the OMB CBSA changes, several rural IPFs will have their status changed to “urban” as of FY 2016. As a result, these rural IPFs will no longer be eligible for the 17 percent rural adjustment which is part of the IPF PPS. Rather than ending the adjustment abruptly, CMS is phasing out the adjustment for these providers over a three year period. In FY 2016, the adjustment for these newly-urban providers is two-thirds of 17 percent, or 11.3 percent. For FY 2017, the adjustment for these providers will be one-third of 17 percent, or 5.7 percent. No rural adjustment will be given to these providers after FY 2017.

**II. BUSINESS REQUIREMENTS TABLE**

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

Number	Requirement	Responsibility									
		A/B MAC			D M E	Shared-System Maintainers				Other	
		A	B	H H H		F M V C	I C M W	S S S F			
9305.1	The IPF PPS Pricer shall include all FY 2016 IPF PPS updates.										IPF Pricer
9305.2	FISS shall install and pay claims with the FY 2016 IPF PPS Pricer for discharges occurring on or after October 1, 2015.					X					
9305.3	Medicare Contractors shall perform the updates as outlined in the policy section, item 4 “Provider Specific File (PSF) Updates” of this notification.	X									

**III. PROVIDER EDUCATION TABLE**

Number	Requirement	Responsibility				
		A/B MAC			D M E	C E D I
		A	B	H H H		
9305.4	MLN Article: A provider education article related to this instruction will be available at <a href="http://www.cms.gov/Outreach-and-Education/Medicare-Learning-Network-MLN/MLNMattersArticles/">http://www.cms.gov/Outreach-and-Education/Medicare-Learning-Network-MLN/MLNMattersArticles/</a> shortly after the CR is released. You will receive notification of the article release via the established "MLN Matters" listserv. Contractors shall post this article, or a direct link to this article, on their Web sites and include information about it	X				

Number	Requirement	Responsibility				
		A/B MAC			D M E	C E D I
		A	B	H H H	M A C	
	in a listserv message within 5 business days after receipt of the notification from CMS announcing the availability of the article. In addition, the provider education article shall be included in the contractor's next regularly scheduled bulletin. Contractors are free to supplement MLN Matters articles with localized information that would benefit their provider community in billing and administering the Medicare program correctly.					

#### IV. SUPPORTING INFORMATION

##### Section A: Recommendations and supporting information associated with listed requirements:

*"Should" denotes a recommendation.*

X-Ref Requirement Number	Recommendations or other supporting information:
	N/A

**Section B: All other recommendations and supporting information: N/A**

#### V. CONTACTS

**Pre-Implementation Contact(s):** Jason Kerr, Jason.Kerr@cms.hhs.gov , Shauntari Cheely, Shauntari.Cheely@cms.hhs.gov , Katherine Lucas, Katherine.Lucas@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: 3**

## ATTACHMENT ONE

**Table A: Cost to Charge Ratio for the IPF Prospective Payment System Fiscal Year 2016**

<b>Cost to Charge Ratio</b>	<b>Median</b>	<b>Ceiling</b>
<b>Urban</b>	0.4650	1.7339
<b>Rural</b>	0.6220	1.9041

CMS is applying the national Cost-to-Charge Ratios (CCRs) to the following situations:

- New IPFs that have not yet submitted their first Medicare cost report. For new facilities, CMS is using these national ratios until the facility's actual CCR can be computed using the first tentatively settled or final settled cost report, which will then be used for the subsequent cost report period.
- The IPFs whose operating or capital CCR is in excess of 3 standard deviations above the corresponding national geometric mean (that is, above the ceiling).
- Other IPFs for whom the fiscal intermediary obtains inaccurate or incomplete data with which to calculate either an operating or capital CCR or both.

**Table B: COLA Adjustment for the IPF Prospective Payment System Fiscal Year 2016**

<b>Area</b>	<b>Cost of Living Adjustment Factor</b>
<b>Alaska:</b>	
City of Anchorage and 80-kilometer (50-mile) radius by road	1.23
City of Fairbanks and 80-kilometer (50-mile) radius by road	1.23
City of Juneau and 80-kilometer (50-mile) radius by road	1.23
Rest of Alaska	1.25
<b>Hawaii:</b>	
City and County of Honolulu	1.25
County of Hawaii	1.19
County of Kauai	1.25
County of Maui and County of Kalawao	1.25

**ATTACHMENT TWO  
FY 2016 IPF PPS SPECIAL WAGE INDEX VALUES**

<b>Provider</b>	<b>Old CBSA</b>	<b>New CBSA</b>	<b>FY 2016 Transitional Wage Index</b>
01S109	1	46220	0.7650
01S129	1	19300	0.7106
014017	1	19300	0.7106
07S003	7	49340	1.1372
10S109	10	42700	0.7994
10S249	10	26140	0.7816
19S003	19	29180	0.7725
19S034	19	29180	0.7725
19S088	19	43340	0.7953
19S144	19	43340	0.7953
19M319	19	29180	0.7725
19M322	19	29180	0.7725
194085	19	29180	0.7725
194091	19	25220	0.8516
194097	19	29180	0.7725
194102	19	35380	0.8201
23S208	23	24340	0.8503
23S222	23	33220	0.8071
24M356	24	33460	1.0160
33S157	33	48060	0.8297
33M314	33	40380	0.8479
34S015	34	16740	0.8534
34S085	34	49180	0.8337
34S144	34	16740	0.8534
36M330	36	18140	0.8934
39S003	39	14100	0.9033
39S006	39	14100	0.9033
39S072	39	14100	0.9033
39S151	39	16540	0.9838
39S201	39	20700	0.9046
394004	39	14100	0.9033
394050	39	16540	0.9838
42S067	42	25940	0.8541
424014	42	16740	0.8724
44S031	44	28940	0.7190
44S033	44	28940	0.7190
444021	44	34980	0.8167
49S018	49	44420	0.8000
49S019	49	47894	0.9039
494021	49	44420	0.8000
51S062	51	13220	0.7717



17S074	31740	17	0.8093
22S016	44140	22	1.0912
36S147	37620	36	0.8267
49S075	19260	49	0.7759
494017	19260	49	0.7759
39M312	39	39	0.8401
01S007	1	1	0.6939
01S008	1	1	0.6939
01S012	1	1	0.6939
01S021	1	1	0.6939
01S069	1	1	0.6939
01S086	1	1	0.6939
01S091	1	1	0.6939
01S101	1	1	0.6939
01S110	1	1	0.6939
01S112	1	1	0.6939
01S125	1	1	0.6939
01S150	1	1	0.6939
01S164	1	1	0.6939
01M303	1	1	0.6939
014015	1	1	0.6939
014016	1	1	0.6939
034027	3	3	0.9172
07S004	7	7	1.1273
07S011	7	7	1.1273
10S150	10	10	0.8189
11S003	11	11	0.7432
11S038	11	11	0.7432
11S040	11	11	0.7432
11S071	11	11	0.7432
11S092	11	11	0.7432
11S101	11	11	0.7432
11S187	11	11	0.7432
11S190	11	11	0.7432
11S209	11	11	0.7432
11S234	11	11	0.7432
11M314	11	11	0.7432
114021	11	11	0.7432
12S019	12	12	1.0807
12M306	12	12	1.0807
14S012	14	14	0.8366
14S015	14	14	0.8366
14S034	14	14	0.8366
14S040	14	14	0.8366

14S110	14	14	0.8366
14S147	14	14	0.8366
14S189	14	14	0.8366
14S210	14	14	0.8366
144038	14	14	0.8366
17S012	17	17	0.7793
17S013	17	17	0.7793
17S020	17	17	0.7793
17S023	17	17	0.7793
17S166	17	17	0.7793
17M317	17	17	0.7793
17M332	17	17	0.7793
17M374	17	17	0.7793
17M375	17	17	0.7793
17M376	17	17	0.7793
17M381	17	17	0.7793
174006	17	17	0.7793
18S005	18	18	0.7746
18S018	18	18	0.7746
18S027	18	18	0.7746
18S029	18	18	0.7746
18S048	18	18	0.7746
18S050	18	18	0.7746
18S128	18	18	0.7746
18S132	18	18	0.7746
18S149	18	18	0.7746
19S007	19	19	0.7344
19S014	19	19	0.7344
19S017	19	19	0.7344
19S025	19	19	0.7344
19S114	19	19	0.7344
19S133	19	19	0.7344
19S208	19	19	0.7344
19S312	19	19	0.7344
19M315	19	19	0.7344
194074	19	19	0.7344
194075	19	19	0.7344
194081	19	19	0.7344
194082	19	19	0.7344
194083	19	19	0.7344
194087	19	19	0.7344
194095	19	19	0.7344
194111	19	19	0.7344
214002	21	21	0.8650

23S022	23	23	0.8248
23S030	23	23	0.8248
23S036	23	23	0.8248
23S037	23	23	0.8248
23S054	23	23	0.8248
23S097	23	23	0.8248
23S105	23	23	0.8248
23S110	23	23	0.8248
23S121	23	23	0.8248
23S239	23	23	0.8248
23M334	23	23	0.8248
234025	23	23	0.8248
25S004	25	25	0.7580
25S009	25	25	0.7580
25S017	25	25	0.7580
25S027	25	25	0.7580
25S031	25	25	0.7580
25S035	25	25	0.7580
25S043	25	25	0.7580
25S044	25	25	0.7580
25S051	25	25	0.7580
25S058	25	25	0.7580
25S060	25	25	0.7580
25S079	25	25	0.7580
25S081	25	25	0.7580
25S082	25	25	0.7580
25S084	25	25	0.7580
25S093	25	25	0.7580
25S099	25	25	0.7580
25S100	25	25	0.7580
25S112	25	25	0.7580
25S117	25	25	0.7580
25S128	25	25	0.7580
25S151	25	25	0.7580
25S163	25	25	0.7580
25S168	25	25	0.7580
25M300	25	25	0.7580
25M302	25	25	0.7580
25M314	25	25	0.7580
25M318	25	25	0.7580
25M320	25	25	0.7580
25M324	25	25	0.7580
25M325	25	25	0.7580
25M326	25	25	0.7580

25M330	25	25	0.7580
25M332	25	25	0.7580
25M334	25	25	0.7580
254009	25	25	0.7580
28S009	28	28	0.8901
28S032	28	28	0.8901
28S061	28	28	0.8901
28S065	28	28	0.8901
33S008	33	33	0.8200
33S047	33	33	0.8200
33S079	33	33	0.8200
33S094	33	33	0.8200
33S103	33	33	0.8200
33S132	33	33	0.8200
33S136	33	33	0.8200
33S175	33	33	0.8200
33S211	33	33	0.8200
33S235	33	33	0.8200
33S239	33	33	0.8200
33S386	33	33	0.8200
334003	33	33	0.8200
34S013	34	34	0.7947
34S037	34	34	0.7947
34S099	34	34	0.7947
34S115	34	34	0.7947
34S119	34	34	0.7947
34S120	34	34	0.7947
34S151	34	34	0.7947
34S186	34	34	0.7947
34M322	34	34	0.7947
34M323	34	34	0.7947
344004	34	34	0.7947
344027	34	34	0.7947
344029	34	34	0.7947
36S008	36	36	0.8339
36S011	36	36	0.8339
36S013	36	36	0.8339
36S054	36	36	0.8339
36S095	36	36	0.8339
36S125	36	36	0.8339
36S175	36	36	0.8339
36M328	36	36	0.8339
36M332	36	36	0.8339
364015	36	36	0.8339

364027	36	36	0.8339
364042	36	36	0.8339
364047	36	36	0.8339
39S008	39	39	0.8401
39S016	39	39	0.8401
39S031	39	39	0.8401
39S039	39	39	0.8401
39S043	39	39	0.8401
39S048	39	39	0.8401
39S052	39	39	0.8401
39S056	39	39	0.8401
39S091	39	39	0.8401
39S146	39	39	0.8401
39S150	39	39	0.8401
39S154	39	39	0.8401
39S173	39	39	0.8401
39M313	39	39	0.8401
394016	39	39	0.8401
394043	39	39	0.8401
42S030	42	42	0.8372
42S054	42	42	0.8372
42S068	42	42	0.8372
42S071	42	42	0.8372
424013	42	42	0.8372
44S016	44	44	0.7321
44S020	44	44	0.7321
44S040	44	44	0.7321
44S050	44	44	0.7321
44S052	44	44	0.7321
44S054	44	44	0.7321
44S058	44	44	0.7321
44S068	44	44	0.7321
44S083	44	44	0.7321
44S102	44	44	0.7321
44S130	44	44	0.7321
44S132	44	44	0.7321
44S141	44	44	0.7321
44S187	44	44	0.7321
44S192	44	44	0.7321
44M312	44	44	0.7321
44M314	44	44	0.7321
44M317	44	44	0.7321
444005	44	44	0.7321
444008	44	44	0.7321

444022	44	44	0.7321
45S080	45	45	0.7851
45S099	45	45	0.7851
45S196	45	45	0.7851
45S214	45	45	0.7851
45S236	45	45	0.7851
45S400	45	45	0.7851
45S465	45	45	0.7851
45S539	45	45	0.7851
45S584	45	45	0.7851
45S587	45	45	0.7851
45S747	45	45	0.7851
45S828	45	45	0.7851
454000	45	45	0.7851
454009	45	45	0.7851
454014	45	45	0.7851
454101	45	45	0.7851
454123	45	45	0.7851
49S002	49	49	0.7614
49S079	49	49	0.7614
49S097	49	49	0.7614
49S123	49	49	0.7614
49S126	49	49	0.7614
494029	49	49	0.7614
51S046	51	51	0.7342
51S047	51	51	0.7342
514010	51	51	0.7342
514011	51	51	0.7342
52S019	52	52	0.9064
52S037	52	52	0.9064
52S057	52	52	0.9064
52S107	52	52	0.9064
52M308	52	52	0.9064
52M344	52	52	0.9064
52M354	52	52	0.9064
52M359	52	52	0.9064
524019	52	52	0.9064
194055	43340	43340	0.8339
194089	29180	29180	0.7948
224033	37764	15764	1.0964
444017	28940	28940	0.7026
52M343	31540	31540	1.1235
01S092	46220	46220	0.8362
01S145	46220	46220	0.8362

014007	46220	46220	0.8362
014011	46220	46220	0.8362
014012	46220	46220	0.8362
09S001	47894	47894	1.0415
09S004	47894	47894	1.0415
09S005	47894	47894	1.0415
09S008	47894	47894	1.0415
09S011	47894	47894	1.0415
094001	47894	47894	1.0415
094004	47894	47894	1.0415
10S017	19660	19660	0.8372
10S045	19660	19660	0.8372
10S223	18880	18880	0.8349
104073	37460	37460	0.7894
11S069	47580	47580	0.7605
14S007	16974	16974	1.0416
14S008	16974	16974	1.0416
14S010	16974	16974	1.0416
14S018	16974	16974	1.0416
14S054	16974	16974	1.0416
14S062	16974	16974	1.0416
14S082	16974	16974	1.0416
14S088	16974	16974	1.0416
14S095	16974	16974	1.0416
14S103	16974	16974	1.0416
14S114	16974	16974	1.0416
14S118	16974	16974	1.0416
14S119	16974	16974	1.0416
14S122	16974	16974	1.0416
14S150	16974	16974	1.0416
14S158	16974	16974	1.0416
14S174	16974	20994	1.0356
14S176	16974	16974	1.0416
14S179	16974	16974	1.0416
14S181	16974	16974	1.0416
14S182	16974	16974	1.0416
14S191	16974	16974	1.0416
14S206	16974	16974	1.0416
14S207	16974	16974	1.0416
14S208	16974	16974	1.0416
14S213	16974	16974	1.0416
14S217	16974	20994	1.0356
14S223	16974	16974	1.0416
14S224	16974	16974	1.0416

14S240	16974	16974	1.0416
14S242	16974	16974	1.0416
14S252	16974	16974	1.0416
14S258	16974	16974	1.0416
14S281	16974	16974	1.0416
14S288	16974	16974	1.0416
14S292	16974	16974	1.0416
144005	16974	16974	1.0416
144009	16974	16974	1.0416
144010	16974	16974	1.0416
144026	16974	16974	1.0416
144028	16974	16974	1.0416
144031	16974	16974	1.0416
144034	16974	16974	1.0416
144035	16974	16974	1.0416
144037	16974	20994	1.0356
144039	16974	16974	1.0416
15S009	31140	31140	0.8599
15S024	26900	26900	1.0135
15S033	26900	26900	1.0135
15S037	26900	26900	1.0135
15S038	26900	26900	1.0135
15S056	26900	26900	1.0135
15S084	26900	26900	1.0135
15S104	26900	26900	1.0135
15S129	26900	26900	1.0135
15S163	31140	31140	0.8599
15S169	26900	26900	1.0135
154008	26900	26900	1.0135
154024	26900	26900	1.0135
154051	31140	31140	0.8599
154057	26900	26900	1.0135
17S009	28140	28140	0.9425
17S040	28140	28140	0.9425
17S104	28140	28140	0.9425
174004	28140	28140	0.9425
18S036	26580	26580	0.8864
18S040	31140	31140	0.8599
18S130	31140	31140	0.8599
184007	31140	31140	0.8599
184008	31140	31140	0.8599
184015	31140	31140	0.8599
19S002	29180	29180	0.7948
19S098	43340	43340	0.8339



19S111	43340	43340	0.8339
194020	43340	43340	0.8339
194039	43340	43340	0.8339
194044	29180	29180	0.7948
194073	29180	29180	0.7948
194078	29180	29180	0.7948
194079	43340	43340	0.8339
194094	43340	43340	0.8339
22S002	15764	15764	1.1245
22S011	15764	15764	1.1245
22S015	44140	44140	1.0249
22S019	49340	49340	1.1509
22S024	44140	44140	1.0249
22S029	37764	15764	1.0964
22S030	44140	44140	1.0249
22S033	37764	15764	1.0964
22S035	37764	15764	1.0964
22S058	49340	49340	1.1509
22S065	44140	44140	1.0249
22S066	44140	44140	1.0249
22S070	15764	15764	1.1245
22S077	44140	44140	1.0249
22S080	37764	15764	1.0964
22S084	15764	15764	1.1245
22S095	49340	49340	1.1509
22S098	15764	15764	1.1245
22S101	15764	15764	1.1245
22S163	49340	49340	1.1509
22S175	15764	15764	1.1245
22S176	49340	49340	1.1509
224007	15764	15764	1.1245
224032	49340	49340	1.1509
224038	15764	15764	1.1245
224039	37764	15764	1.0964
23S059	24340	24340	0.8882
23S072	26100	24340	0.8468
234006	24340	24340	0.8882
234030	24340	24340	0.8882
25S007	25060	25060	0.8038
25S040	37700	25060	0.7646
25S123	25060	25060	0.8038
25S125	25060	25060	0.8038
26S027	28140	28140	0.9425
26S048	28140	28140	0.9425

26S057	28140	28140	0.9425
26S062	28140	28140	0.9425
26M324	28140	28140	0.9425
264008	28140	28140	0.9425
264016	28140	28140	0.9425
264017	28140	28140	0.9425
264018	28140	28140	0.9425
264030	28140	28140	0.9425
31S001	35644	35614	1.2974
31S002	35084	35084	1.1287
31S005	35084	35084	1.1287
31S008	35644	35614	1.2974
31S009	35084	35084	1.1287
31S015	35084	35084	1.1287
31S025	35644	35614	1.2974
31S027	35084	35084	1.1287
31S028	35084	35084	1.1287
31S034	20764	35614	1.1913
31S040	35644	35614	1.2974
31S045	35644	35614	1.2974
31S048	20764	35084	1.1111
31S050	35084	35084	1.1287
31S051	35084	35084	1.1287
31S054	35084	35084	1.1287
31S058	35644	35614	1.2974
31S073	20764	35614	1.1913
31S074	35644	35614	1.2974
31S075	20764	35614	1.1913
31S083	35084	35084	1.1287
31S111	20764	35614	1.1913
314001	35084	35084	1.1287
314011	20764	35614	1.1913
314012	20764	35084	1.1111
314016	35084	35084	1.1287
314019	35644	35614	1.2974
314020	35084	35084	1.1287
314022	20764	35614	1.1913
314024	35644	35614	1.2974
314026	20764	35084	1.1111
314027	35084	35084	1.1287
33S006	35644	35614	1.2974
33S009	35644	35614	1.2974
33S014	35644	35614	1.2974
33S024	35644	35614	1.2974

33S028	35644	35614	1.2974
33S046	35644	35614	1.2974
33S059	35644	35614	1.2974
33S080	35644	35614	1.2974
33S086	35644	35614	1.2974
33S101	35644	35614	1.2974
33S119	35644	35614	1.2974
33S126	39100	35614	1.2185
33S127	35644	35614	1.2974
33S128	35644	35614	1.2974
33S135	39100	35614	1.2185
33S160	35644	35614	1.2974
33S162	35644	35614	1.2974
33S169	35644	35614	1.2974
33S193	35644	35614	1.2974
33S194	35644	35614	1.2974
33S195	35644	35614	1.2974
33S196	35644	35614	1.2974
33S199	35644	35614	1.2974
33S201	35644	35614	1.2974
33S202	35644	35614	1.2974
33S204	35644	35614	1.2974
33S214	35644	35614	1.2974
33S231	35644	35614	1.2974
33S233	35644	35614	1.2974
33S234	35644	35614	1.2974
33S236	35644	35614	1.2974
33S240	35644	35614	1.2974
33S261	35644	35614	1.2974
33S273	35644	20524	1.2228
33S306	35644	35614	1.2974
33S350	35644	35614	1.2974
33S385	35644	35614	1.2974
33S395	35644	35614	1.2974
33S396	35644	35614	1.2974
33S397	35644	35614	1.2974
334002	35644	35614	1.2974
334004	35644	35614	1.2974
334009	35644	35614	1.2974
334015	35644	35614	1.2974
334043	35644	35614	1.2974
334048	35644	35614	1.2974
334053	35644	35614	1.2974
334054	35644	35614	1.2974

334060	35644	35614	1.2974
334061	39100	35614	1.2185
334063	35644	35614	1.2974
34S001	16740	16740	0.9152
34S014	49180	49180	0.8721
34S047	49180	49180	0.8721
34S053	16740	16740	0.9152
34S113	16740	16740	0.9152
34S141	48900	48900	0.8874
34M317	49180	49180	0.8721
344007	49180	49180	0.8721
344030	48900	34820	0.8744
39S026	37964	37964	1.1012
39S027	37964	37964	1.1012
39S035	37964	33874	1.0497
39S070	37964	33874	1.0497
39S076	37964	33874	1.0497
39S097	37964	33874	1.0497
39S116	37964	33874	1.0497
39S123	37964	33874	1.0497
39S132	37964	37964	1.1012
39S139	37964	37964	1.1012
39S142	37964	37964	1.1012
39S156	37964	37964	1.1012
39S174	37964	37964	1.1012
39S180	37964	37964	1.1012
39S223	37964	37964	1.1012
39S226	37964	37964	1.1012
39S231	37964	33874	1.0497
39S278	37964	33874	1.0497
39S290	37964	37964	1.1012
39S304	37964	37964	1.1012
394001	37964	33874	1.0497
394008	37964	37964	1.1012
394023	37964	37964	1.1012
394027	37964	37964	1.1012
394033	37964	33874	1.0497
394034	37964	33874	1.0497
394038	37964	33874	1.0497
394049	37964	33874	1.0497
394053	37964	37964	1.1012
40S110	49500	38660	0.3765
40S128	41980	41980	0.4444
404004	41980	41980	0.4444

404005	41980	41980	0.4444
404008	38660	38660	0.4202
404009	41980	41980	0.4444
42S002	16740	16740	0.9152
42S027	11340	24860	0.8953
42S078	24860	24860	0.9214
42S083	43900	43900	0.8304
424002	34820	34820	0.8610
424007	24860	24860	0.9214
424010	24860	24860	0.9214
424011	11340	24860	0.8953
44S003	34980	34980	0.8988
44S006	34980	34980	0.8988
44S011	28940	28940	0.7026
44S026	34980	34980	0.8988
44S034	28940	28940	0.7026
44S039	34980	34980	0.8988
44S046	34980	34980	0.8988
44S082	34980	34980	0.8988
44S120	28940	28940	0.7026
44S161	34980	34980	0.8988
44S173	28940	28940	0.7026
44S186	34980	34980	0.8988
44S193	34980	34980	0.8988
44S200	34980	34980	0.8988
44S231	34980	34980	0.8988
44M307	34980	34980	0.8988
444000	28940	28940	0.7026
444003	28940	28940	0.7026
444007	34980	34980	0.8988
444014	34980	34980	0.8988
45S039	23104	23104	0.9393
45S042	47380	47380	0.8181
45S203	23104	23104	0.9393
45S271	23104	23104	0.9393
45S639	23104	23104	0.9393
454012	23104	23104	0.9393
454113	23104	23104	0.9393
454124	23104	23104	0.9393
454128	23104	23104	0.9393
46S003	41620	41620	0.9507
46S004	36260	36260	0.9214
46S006	41620	41620	0.9507
46S009	41620	41620	0.9507

46S041	36260	36260	0.9214
46S042	36260	36260	0.9214
46S047	41620	41620	0.9507
46S051	41620	41620	0.9507
464009	41620	41620	0.9507
464011	41620	41620	0.9507
464012	41620	41620	0.9507
464013	41620	41620	0.9507
464015	41620	41620	0.9507
49S043	47894	47894	1.0415
49S045	47894	47894	1.0415
49S050	47894	47894	1.0415
49S063	47894	47894	1.0415
49S122	47894	47894	1.0415
49S141	47894	47894	1.0415
494010	47894	47894	1.0415
494023	47894	47894	1.0415
51S007	26580	26580	0.8864
51S022	16620	16620	0.7985
51S029	16620	16620	0.7985
51S058	37620	37620	0.7871
514001	16620	16620	0.7985
514008	26580	26580	0.8864
514009	26580	26580	0.8864
52S083	31540	31540	1.1235
52S089	31540	31540	1.1235
52S098	31540	31540	1.1235
524008	31540	31540	1.1235

**ATTACHMENT THREE  
FY 2016 IPF CBSA CHANGES**

<b>Provider</b>	<b>Old CBSA</b>	<b>New CBSA</b>	<b>CBSA Name</b>
05S360	41884	42034	San Rafael, CA
05S069 05S173 05S193 05S348 05S426 05S526 05S551 05S567 05S580 05S744 05S745 05S746 05S747 054135	42044	11244	Anaheim-Santa Ana-Irvine, CA
054125	42060	42200	Santa Maria-Santa Barbara, CA
12S004 124001	26180	46520	Urban Honolulu, HI
154005 154059	29140	29200	Lafayette-West Lafayette, IN
214013	13644	43524	Silver Spring-Frederick-Rockville, MD
22S126 224018 224022 224023	14484	14454	Boston, MA
22S052 22S060 22S111	14484	14454	Boston, MA
22S017 22S036 22S071 22S086 22S116 22S119 224013 224040	14484	14454	Boston, MA
23S193	47644	47664	Warren-Troy-Farmington Hills, MI
23S047 23S195 234021 234039	47644	47664	Warren-Troy-Farmington Hills, MI

<b>Provider</b>	<b>Old CBSA</b>	<b>New CBSA</b>	<b>CBSA Name</b>
234042			
23S013 23S019 23S029 23S130 23S151 23S207 23S254 234011 234023	47644	47664	Warren-Troy-Farmington Hills, MI
23S216	47644	47664	Warren-Troy-Farmington Hills, MI
36S211	44600	48260	Weirton-Steubenville, WV-OH



### **190.4.3 - Annual Update**

*(Rev.3332, Issued: 08-21-15, Effective: 10-01-15, Implementation: 10-05-15)*

Prior to rate year (RY) 2012, the Inpatient Psychiatric Facility Prospective Payment System (IPF PPS) was on a July 1<sup>st</sup> – June 30<sup>th</sup> annual update cycle. The first update to the IPF PPS occurred on July 1, 2006 and every July 1 thereafter.

Effective with RY 2012, the IPF PPS payment rate update period will switch from a rate year that begins on July 1<sup>st</sup> ending on June 30<sup>th</sup> to a period that coincides with a fiscal year (FY.) To transition from a RY to a FY, the IPF PPS RY 2012 will cover the 15 month period from July 1<sup>st</sup> – September 30<sup>th</sup>. This change to the payment update period will allow one consolidated annual update to both the rates and the ICD-10-CM coding changes (MS-DRG and comorbidities). Coding and rate changes will continue to be effective October 1<sup>st</sup> – September 30<sup>th</sup> of each year thereafter.

In accordance with 42 CFR 412.428, the annual update includes revisions to the Federal per diem base rate, the hospital wage index, ICD-10-CM coding and Diagnosis-Related Groups (DRGs) classification changes discussed in the annual update to the hospital IPPS regulations, the electroconvulsive therapy (ECT) rate, the fixed dollar loss threshold amount and the national urban and rural cost-to-charge medians and ceilings.

Below are the Change Requests (CRs) for the applicable Rate Years (RYs) and Fiscal Years (FYs) which are issued via Recurring Update Notification.

RY 2009 – CR 6077

RY 2010 – CR 6461

RY 2011 – CR 6986

RY 2012 – CR 7367

FY 2013 – CR 8000

FY 2014 - CR 8395

FY 2015 - CR 8889

*FY 2016 - CR 9305*

Change Requests can be accessed through the following CMS Transmittals Web site:

<http://www.cms.gov/Medicare/Medicare-Fee-for-Service-Payment/InpatientPsychFacilPPS/Inpatient-Psychiatric-Facility-PPS-Transmittals.html>