### Medicare

### **Provider Reimbursement Manual - Part 1**

Department of Health & Human Services (DHHS)

Centers for Medicare & Medicaid Services (CMS)

Transmittal 422 Date: SEPTEMBER 27, 2001

This instruction manualizes Change Request 1578, Transmittal Number A-01-34, dated March 8, 2001.

| HEADER SECTION NUMBERS        | PAGES TO INSERT       | PAGES TO DELETE     |
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NEW/REVISED MATERIAL--EFFECTIVE DATE: Cost Reporting Periods Beginning April 1, 2001.

REVISED SALARY EQUIVALENCY GUIDELINES MONTHLY UPDATE FACTORS FOR PHYSICAL AND RESPIRATORY THERAPY SERVICES, SPEECH-LANGUAGE PATHOLOGY SERVICES AND OCCUPATIONAL THERAPY SERVICES: - EFFECTIVE DATE: COST REPORTING PERIODS BEGINNING APRIL, 2001.

Section 1499, Exhibits, --Exhibit C-3 contains information which provides additional adjusted hourly salary equivalency amount monthly inflation factors for critical access hospitals (CAH) and CAH swing beds. Previously issued salary equivalency guideline amount instructions were applicable for services furnished on or after April 10, 1998. Previous instructions provided monthly inflation factors for cost reporting periods beginning April 1998 through cost reporting periods beginning March 2001. Because CAHs and CAH swing beds are not paid under any prospective payment system, and continue to be paid on the basis of reasonable cost, the salary equivalency guidelines continue to apply to them. Therefore, we are providing Exhibit C-3 that contains additional adjusted hourly salary equivalency amount monthly inflation factors for cost reporting periods beginning April 2001 through cost reporting periods beginning November 2010.

DISCLAIMER: The revision date and transmittal number only apply to the redlined material. All other material was previously published in the manual and is only being reprinted.

#### CHAPTER 14

## REASONABLE COST OF THERAPY AND OTHER SERVICES FURNISHED BY OUTSIDE SUPPLIERS

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#### CHAPTER 14

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#### Exhibit C-3

Adjusted Hourly Salary Equivalency Amount Monthly Inflation Factors For Critical Access Hospitals (CAH) and CAHs With Swing Beds 1/

| Apr-01  | 1.10935 |
|---------|---------|
| May-01  | 1.11250 |
| Jun-01  | 1.11606 |
| Jul-01  | 1.11963 |
| Aug-01  | 1.12321 |
| Sep-01  | 1.12655 |
| Oct-01  | 1.12991 |
| Nov-01  | 1.13327 |
| Dec-01  | 1.13672 |
| Jan-02  | 1.14019 |
| Feb-02  | 1.14366 |
| Mar-02  | 1.14659 |
| Apr-02  | 1.14953 |
| May-02  | 1.15248 |
| Jun-02  | 1.15661 |
| Jul-02  | 1.16075 |
| Aug-02  | 1.16490 |
| Sep-02  | 1.16796 |
| Oct-02  | 1.17103 |
| Nov-02  | 1.17410 |
| Dec-02  | 1.17770 |
| Jan-03  | 1.18131 |
| Feb-03  | 1.18493 |
| Mar-03  | 1.18732 |
| Apr-03  | 1.18972 |
| May-03  | 1.19212 |
| Jun-03  | 1.19699 |
| Jul-03  | 1.20187 |
| Aug-03  | 1.20677 |
| Sep-03  | 1.20899 |
| Oct-03  | 1.21121 |
| Nov-03  | 1.21344 |
| Dec-03  | 1.21746 |
| Jan-04  | 1.22150 |
| Feb-04  | 1.22554 |
| Mar-04  | 1.22772 |
| Apr-04  | 1.22991 |
| May-04  | 1.23209 |
| Jun-04  | 1.23707 |
| Jul-04  | 1.24206 |
| Aug-04  | 1.24707 |
| Sep-04  | 1.24923 |
| Oct-04  | 1.25140 |
| Nov-04  | 1.25358 |
| 1101-04 | 1.23330 |

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| D 04   | 1.25000            |
|--------|--------------------|
| Dec-04 | 1.25809            |
| Jan-05 | 1.26262            |
| Feb-05 | 1.26716            |
| Mar-05 | 1.26956            |
| Apr-05 | 1.27196            |
| May-05 | 1.27437            |
| Jun-05 | 1.27970            |
| Jul-05 | 1.28505            |
| Aug-05 | 1.29042            |
| Sep-05 | 1.29334            |
| Oct-05 | 1.29626            |
| Nov-05 | 1.29919            |
| Dec-05 | 1.30333            |
| Jan-06 | 1.30748            |
| Feb-06 | 1.31164            |
| Mar-06 | 1.31423            |
| Apr-06 | 1.31682            |
| May-06 | 1.31942            |
| Jun-06 | 1.32419            |
| Jul-06 | 1.32897            |
| Aug-06 | 1.33377            |
| Sep-06 | 1.33698            |
| Oct-06 | 1.34019            |
| Nov-06 | 1.34341            |
| Dec-06 | 1.34786            |
| Jan-07 | 1.35234            |
| Feb-07 | 1.35682            |
| Mar-07 | 1.35925            |
| Apr-07 | 1.36168            |
| May-07 | 1.36412            |
| Jun-07 | 1.36943            |
| Jul-07 | 1.37477            |
| Aug-07 | 1.38012            |
| Sep-07 | 1.38351            |
| Oct-07 | 1.38692            |
| Nov-07 | 1.39033            |
| Dec-07 | 1.39469            |
| Jan-08 | 1.39409            |
| Feb-08 | 1.40346            |
| Mar-08 | 1.40640            |
|        |                    |
| Apr-08 | 1.40935<br>1.41230 |
| May-08 |                    |
| Jun-08 | 1.41736            |
| Jul-08 | 1.42243            |
| Aug-08 | 1.42752            |
| Sep-08 | 1.43105            |
| Oct-08 | 1.43458            |
| Nov-08 | 1.43812            |

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| Dec-08 | 1.44288 |
|--------|---------|
| Jan-09 | 1.44766 |
| Feb-09 | 1.45246 |
| Mar-09 | 1.45520 |
| Apr-09 | 1.45794 |
| May-09 | 1.46069 |
| Jun-09 | 1.46678 |
| Jul-09 | 1.47290 |
| Aug-09 | 1.47904 |
| Sep-09 | 1.48157 |
| Oct-09 | 1.48411 |
| Nov-09 | 1.48666 |
| Dec-09 | 1.49238 |
| Jan-10 | 1.49813 |
| Feb-10 | 1.50390 |
| Mar-10 | 1.50662 |
| Apr-10 | 1.50935 |
| May-10 | 1.51208 |
| Jun-10 | 1.51817 |
| Jul-10 | 1.52430 |
| Aug-10 | 1.53045 |
| Sep-10 | 1.53391 |
| Oct-10 | 1.53738 |
| Nov-10 | 1.54086 |
|        |         |

1/These monthly inflation factors will be applied to the published April 10, 1998 physical therapy, respiratory therapy, occupational and speech-language pathology guideline amounts at the start of the providers' next cost reporting period and will remain in effect for the entire cost reporting period.

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