
METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES – INPATIENT HOSPITAL SERVICES (CONTINUED)

IV. Special Payment Provisions (Continued)

C. Psychiatric DRG Cases Provided by In-State Hospitals and Border Teaching Hospitals

In-State Hospitals and Border Teaching Hospitals will be paid for psychiatric cases under a DRG per diem methodology instead of a DRG per case methodology using the formula shown in III.A above.

Claims paid under this methodology must contain a revenue code 124 as well as group to a Psychiatric DRG as assigned by the Grouper being utilized by DVHA. Effective October 1, 2016, this included the following DRGs:

- DRG 876: O.R. Procedure with Principal Diagnosis of Mental Illness
- DRG 880: Acute Adjustment Reaction & Psychosocial Dysfunction
- DRG 881: Depressive Neuroses
- DRG 882: Neuroses Except Depressive
- DRG 883: Disorders of Personality & Impulse Control
- DRG 884: Organic Disturbances & Mental Retardation
- DRG 885: Psychoses
- DRG 886: Behavioral & Developmental Disorders
- DRG 887: Other Mental Disorder Diagnoses
- DRG 894: Alcohol/Drug Abuse or Dependence, Left AMA
- DRG 895: Alcohol/Drug Abuse or Depend. with Rehabilitation Therapy
- DRG 896: Alcohol/Drug Abuse or Depend. w/o Rehabilitation Therapy w MCC
- DRG 897: Alcohol/Drug Abuse or Depend. w/o Rehabilitation Therapy w/o MCC

On an ongoing basis, the factors applied representing the length of stay will be the same as those utilized by Medicare in its Inpatient Psychiatric Prospective Payment System. The factors applied are additive by length of stay.

The psychiatric base per diem rate was set to ensure that there is sufficient access to services for Medicaid beneficiaries in the state. Effective ~~January 1, 2025~~ ~~November 1, 2020~~, the Base Per Diem Rate for in-state hospitals and Border Teaching Hospitals is ~~\$1,345~~ ~~\$1,244.33~~ per diem. ~~Effective November 1, 2019, the Base Per Diem Rate for Brattleboro Retreat Health Care's program for Children and Adults is \$1,493.00.~~

(Continued)

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