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4160 Patterson Avenue, Baltimore, Maryland 21215 Phone: 410-764-2605 · Fax: 410-358-6217 Toll Free: 1-888-287-3229 www.hscrc.state.md.us Stephen Ports Acting Executive Director

Gerard J. Schmith Deputy Director Hospital Rate Setting

Mary Beth Pohl Deputy Director Research and Methodology

To: Hospital CFOs

From: Mary Beth Pohl, Deputy Director - Research and Methodology Me

- Date: November 18, 2011
- Re: HSCRC Has Reissued FY 2012 Charge Per Visit (CPV) Weights

Cc: Hospital Case Mix Liaisons, Hospital Financial Liaisons

This memo is to inform hospital staff that the HSCRC has recalculated and posted state fiscal year (FY) 2012 Charge Per Visit (CPV) weights:

http://www.hscrc.state.md.us/hsp_Rates4.cfm

As we reported in a memo dated November 8, 2011, due to a technical change in 3M's Enhanced Ambulatory Patient Group (EAPG) software, the HSCRC's original grouping of FY 2012 outpatient data did not appropriately capture indicators for three data fields:

- Multiple Procedure Discounting Flag
- Same Procedure Consolidation Flag
- Clinical Procedure Consolidation Flag

CPV programming logic employs the Same Procedure Consolidation Flag and the Clinical Procedure Consolidation Flag in CPV weight calculations. Therefore, due to this technical error, HSCRC staff recalculated and reissued CPV weights.

The Reissued CPV Weights Reflect Appropriate Procedure Consolidation

HSCRC staff compared the incorrect CPV weights and the recalculated CPV weights. While the two files are substantially similar, hospital staff will find differences due to procedure consolidation. The CPV weights now appropriately reflect consolidation as defined in Commission policy.

HSCRC Staff Continues to Develop FY 2012 Rate Orders

As noted in the November 8, 2011 memo, the reissuing of CPV weights did delay HSCRC's calculation of the FY 2012 CPV targets. HSCRC staff is continuing to diligently work to issue the FY 2012 rate orders.

Again, I apologize for any extra efforts required by hospitals due to the recalculation of FY 2012 CPV weights. If you have any questions, please email me at MPohl@hscrc.state.md.us.