

TABLE I.—IMPACT ANALYSIS OF CHANGES FOR FY 2003—Continued

[Operating prospective payment system, [percent changes in payments per case]

	Num. of Hosps. ¹	DRG changes ²	New wage data ³	Remove GME & CRNA 80/20 ⁴	Remove GME & CRNA 100 percent ⁵	DRG & WI changes ⁶	MGCRB reclassification ⁷	All FY 2003 changes ⁸
	(0)	(1)	(2)	(3)	(4)	(5)	(6)	(7)
100 or more beds	1,361	0.4	0.0	0.0	0.1	-0.1	-0.5	0.1
Less than 100 beds	286	0.0	0.1	0.1	0.1	-0.3	-0.4	1.3
Rural DSH:								
Sole Community (SCH)	470	-0.2	0.2	0.1	0.1	-0.5	0.2	2.1
Referral Center (RRC)	156	0.2	0.3	0.1	0.1	0.0	4.7	1.5
Other Rural:								
100 or more beds	76	0.0	0.3	0.1	0.1	-0.1	1.3	1.7
Less than 100 beds	332	-0.2	0.4	0.1	0.1	-0.2	0.6	2.1
Urban teaching and DSH:								
DSH	757	0.5	-0.1	0.0	0.0	0.0	-0.6	-0.4
Teaching and no DSH	284	0.7	0.0	0.0	0.0	0.1	0.0	-0.1
No teaching and DSH	890	0.3	0.0	0.1	0.1	-0.1	-0.4	1.2
No teaching and no DSH	719	0.5	-0.1	0.1	0.1	0.0	-0.4	0.8
Rural Hospital Types:								
Non special status hospitals	577	-0.1	0.4	0.1	0.1	-0.1	1.2	1.9
RRC	160	0.3	0.2	0.1	0.1	0.1	6.1	1.1
SCH	526	-0.1	0.2	0.0	0.0	-0.5	0.2	2.1
Medicare-dependent hospitals (MDH)	241	-0.2	0.4	0.1	0.1	-0.3	0.6	2.4
SCH and RRC	76	0.5	0.1	0.0	0.0	0.0	1.3	2.5
Type of Ownership:								
Voluntary	2,461	0.5	0.0	0.0	0.1	0.0	-0.1	0.4
Proprietary	723	0.4	0.1	0.1	0.1	0.0	-0.1	0.4
Government	869	0.2	0.2	0.1	0.1	-0.1	0.2	0.6
Unknown	177	0.4	-0.2	0.0	0.1	-0.3	-0.5	0.3
Medicare Utilization as a Percent of Inpatient Days:								
0-25	310	0.3	-0.1	0.1	0.1	-0.3	-0.3	-0.6
25-50	1,613	0.5	0.0	0.0	0.1	0.0	-0.3	0.1
50-65	1,677	0.4	0.0	0.1	0.1	0.0	0.3	1.0
Over 65	504	0.3	-0.1	0.0	0.1	-0.3	0.6	0.6
Unknown	126	0.9	0.1	0.0	0.0	0.3	-0.7	0.2
Hospitals Reclassified by the Medicare Geo- graphic Classification Review Board: FY 2003 Reclassifications:								
All Reclassified Hospitals	628	0.4	0.0	0.1	0.1	0.0	4.6	1.1
Standardized Amount Only	28	0.2	-0.1	0.1	0.1	-0.3	1.3	0.9
Wage Index Only	521	0.4	0.1	0.1	0.1	0.0	4.7	0.7
Both	38	0.4	0.0	0.1	0.1	-0.1	6.5	0.8
Non-reclassified Hospitals	3,605	0.4	0.0	0.0	0.1	0.0	-0.7	0.3
All Reclassified Urban Hospitals	113	0.6	-0.2	0.0	0.1	0.1	4.6	0.1
Standardized Amount Only	11	0.2	-0.9	0.1	0.1	-1.2	0.7	0.2
Wage Index Only	87	0.7	-0.2	0.0	0.0	0.2	4.8	-0.1
Both	15	0.5	0.2	0.1	0.2	0.4	5.9	3.1
Urban Non-reclassified Hospitals	2,473	0.5	0.0	0.0	0.1	0.0	-0.7	0.2
All Reclassified Rural Hospitals	515	0.3	0.2	0.1	0.1	0.0	4.6	1.7
Standardized Amount Only	11	0.5	0.4	0.1	0.1	0.4	5.3	3.2
Wage Index Only	485	0.3	0.2	0.1	0.1	0.0	4.5	1.7
Both	19	0.3	-0.1	0.1	0.1	-0.3	7.3	1.7
Rural Non-reclassified Hospitals	1,094	-0.1	0.3	0.1	0.1	-0.3	-0.6	2.1
Other Reclassified Hospitals (Section 1886(D)(8)(B))	35	-0.1	-0.2	0.0	0.0	-0.9	-1.3	2.7

¹ Because data necessary to classify some hospitals by category were missing, the total number of hospitals in each category may not equal the national total. Discharge data are from FY 2001, and hospital cost report data are from reporting periods beginning in FY 1999 and FY 1998.

² This column displays the payment impact of the recalibration of the DRG weights based on FY 2001 MedPAR data and the DRG reclassification changes, in accordance with section 1886(d)(4)(C) of the Act.

³ This column displays the impact of updating the wage index with wage data from hospitals' FY 1999 cost reports.

⁴ This column displays the impact of an 80/20 percent blend of removing the labor costs and hours associated with graduate medical education (GME) and for the Part A costs of certified registered nurse anesthetists (CRNAs).

⁵ This column displays the impact of completely removing the labor costs and hours associated with GME and for the Part A costs of CRNAs.

⁶ This column displays the combined impact of the reclassification and recalibration of the DRGs, the updated and revised wage data used to calculate the wage index, the phase-out of GME and CRNA costs and hours, and the budget neutrality adjustment factor for DRG and wage index changes, in accordance with sections 1886(d)(4)(C)(iii) and 1886(d)(3)(E) of the Act. Thus, it represents the combined impacts shown in columns 1, 2, 3 and 4, and the FY 2003 budget neutrality factor of 0.993209.

⁷ Shown here are the effects of geographic reclassifications by the Medicare Geographic Classification Review Board (MGCRB). The effects demonstrate the FY 2003 payment impact of going from no reclassifications to the reclassifications scheduled to be in effect for FY 2003. Reclassification for prior years has no bearing on the payment impacts shown here.