

STATE: Missouri

METHODS AND STANDARDS FOR ESTABLISHING PAYMENT RATES

Inpatient Hospital Services Reimbursement Plan

I. General Reimbursement Principles

- A. For inpatient hospital services provided for an individual entitled to Medicare Part A inpatient hospital benefits and eligible for Medicaid, reimbursement from the Missouri Medicaid program will be available only when Medicaid's applicable payment schedule amount exceeds the amount paid by Medicare. Medicaid's payment will be limited to the lower of the deductible and coinsurance amounts or the amount the Medicaid applicable payment schedule amount exceeds the Medicare payments. For all other Medicaid participants, unless otherwise limited by rule, reimbursement will be based solely on the individual participant's days of care (within benefit limitations) multiplied by the individual hospital's Title XIX per diem rate.
- B. The Title XIX reimbursement for hospitals, excluding those located outside Missouri, shall include the payments as outlined below. Reimbursement shall be subject to availability of federal financial participation (FFP).
1. Inpatient per diem reimbursement - The per diem rate is established in accordance with Sections IV and V.
 2. Outpatient reimbursement is established in accordance with Attachment 4.19B.
 3. Acuity Adjustment Payment (AAP) – The Acuity Adjustment Payment is established in accordance with Section VI.
 4. Poison Control (PC) Payment – The Poison Control Payment is established in accordance with Section VII.
 5. Stop Loss Payment (SLP) – The Stop Loss Payment is established in accordance with Section VIII.
 6. Disproportionate Share Hospital (DSH) Payment - The DSH payment is established in accordance with Section IX.
 7. Medicaid Graduate Medical Education (GME) Payment – The GME Payment is established in accordance with Section X.
 8. Upper Payment Limit (UPL) Payment – The UPL Payment is established in accordance with Section XI.
 9. Children's Outlier (CO) Payment - The Children's Outlier Payment is established in accordance with Section XII.
 10. Psych Adjustment (PA) Payment – The Psych Adjustment Payment is established in accordance with Section XVIII.

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XVIII. Psych Adjustment (PA) Payment

- A. Beginning with SFY 2024, hospitals who have FFS psychiatric hospital days as identified in the MMIS shall receive a PA Payment.
1. The PA payment is a set dollar amount appropriated by the Legislature and distributed to eligible hospitals proportionately as follows:
 - (a) The FFS psychiatric hospital days for each hospital will be divided by the total FFS psychiatric hospital days for all hospitals to determine a percentage for each hospital. This percentage will then be multiplied by a set dollar amount to determine the PA payment. The FFS psychiatric hospital days are paid days from the second prior calendar year.
 2. The annual final PA payment will be calculated for each eligible hospital at the beginning of each SFY. The annual amount will be paid out over the number of financial cycles during the SFY.

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