

TO: Chief Executive Officers - Hospitals

APPLICABLE TO: HOSPITALS REIMBURSED UNDER THE DRG METHODOLOGY ONLY

SUBJECT: Hospital Administrative Patient Day Rate for 1992

EFFECTIVE: January 1, 1992

PURPOSE: This Newsletter notifies hospitals using the DRG reimbursement methodology of the administrative patient day rate based upon the current New Jersey Medicaid Statewide average per diem rate for nursing facilities.

BACKGROUND: The New Jersey Medicaid program reimburses for services provided to a hospitalized Medicaid recipient who is awaiting placement in a nursing facility (NF) and requires a nursing facility level of care. This administrative patient day rate is commensurate with the rate for the nursing facility level of care.

ACTION: Effective January 1, 1992, for all patient days identified at a nursing facility level of care, the Statewide weighted average per diem rate for nursing facilities is \$ 88.86.

For further information and/or inquiries regarding this Newsletter, please contact Felix Almanzor, Chief, Bureau of Institutional and Provider Reimbursement, Division of Medical Assistance and Health Services, at (609)-588-2691.

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