

TO: Hospitals - Chief Executive Officer

APPLICABLE TO: NEW JERSEY DRG HOSPITALS ONLY

(ROUTE TO: Finance, Billing and Accounting Offices)

EFFECTIVE: For Discharges On and After January 31, 1994

SUBJECT: 1994 New Jersey Medicaid Hospital DRG Rate Increase

PURPOSE: To inform hospitals of a 4.3% increase to their 1993 Medicaid hospital rates.

ACTION: Based upon the Medicaid regulations contained in N.J.A.C. 10:52-5.1, effective January 31, 1994, the New Jersey Medicaid hospital rates will be adjusted to reflect a 4.3% increase. This increase, which is the economic factor recognized under the TEFRA target limitations, will be adjusted through your hospital's payor factor.

For further information or questions concerning this Newsletter, contact Jeffrey Campbell, Supervisor, Hospital Reimbursement Unit, Division of Medical Assistance and Health Services at (609) 588-2693.

RETAIN THIS NEWSLETTER NUMERICALLY BEHIND THE NEWSLETTER TAB
(BLUE TAB MARKED "5").

