



Outlier Adjustment Calculation for Per Diem Priced Claims

For a disproportionate share provider to qualify for an outlier, the patient must be under age six. For a non-disproportionate share provider, the patient must be under age one. For a children's hospital as defined in 89 Illinois Administrative Code Section 149.50(c)(3)(A), the patient must be under the age of 19 with a date of admission on or after January 1, 2008. For a children's hospital as defined in 89 Illinois Administrative Code Section 149.50(c)(3)(B), the patient must be under the age of 19 with a date of admission on or after July 1, 2009.

Provider information needed:

*daily per diem rate; *daily disproportionate share rate; *daily MHVA rate; *daily MPA rate; outlier standard deviation amounts (in effect on admission date); outlier cost-to-charge ratio (in effect on admission date)

Claim information needed:

total covered charges; total covered days

*If the date of service crosses a rate period where there is a rate change, you will have to do steps 5 through 11 twice (one calculation for each rate period) and then add them together.

1. Outlier standard deviation \$ _____
2. Total covered charges \$ _____

Compare total covered charges to the outlier standard deviation. If total covered charges are less than the outlier standard deviation, then **stop**. The claim is not eligible for outlier consideration. If total covered charges are greater than the standard deviation, proceed to step 3.

3. Outlier cost-to-charge ratio _____
4. Multiply line 2 times line 3 \$ _____
5. Per diem rate \$ _____
6. Disproportionate share rate \$ _____
7. MHVA rate \$ _____
8. MPA rate \$ _____
9. Total of lines 5, 6, 7, and 8 \$ _____
10. Number of covered days _____
11. Multiply line 9 times line 10 \$ _____
12. Line 4 total minus line 11 total \$ _____

13. If step 12 total is zero or less, **stop**. The claim is not eligible for an outlier. If step 12 is greater than zero, then take step 12 total multiplied by the applicable factor below:

- **For admissions between December 3, 2001 and June 30, 2005:**
X .22 (factor .22 is used for all hospitals) Outlier Amount Due \$ _____
- **For admissions between July 1, 2005 and June 30, 2006:**
X .20 (factor .20 is used for all hospitals) Outlier Amount Due \$ _____
- **For admissions between July 1, 2006 and December 31, 2007:**
X .18 (factor .18 is used for all hospitals) Outlier Amount Due \$ _____
- **For admissions on and after January 1, 2008:**
X .17 (factor .17 is used for all hospitals) Outlier Amount Due \$ _____