

**Connecticut Department of Social Services**  
**Example Revenue Neutrality Calculation**

**DRAFT: 10/01/2014**

**Sample Hospital**

***Hospital-Specific Revenue Neutral Target Payment Calculation***

Lower of:  
a) Pre APR-DRG Target  
b) IP Operating Costs (excluding capital, provider-based physicians and medical education)  
Lower of Pre APR-DRG Target or IP Operating Costs  
add: Capital-Related Costs  
add: Heart and Liver Transplants  
add: Burn Units  
add: Medicaid Allowed Payments for Child BH Claims  
(paid but not included in reconciliation)  
subtract: Estimated Hospital Based Physician Portion for Child BH  
(\$22.66 per child BH day)  
**Final APR-DRG Revenue Neutral Target**

	<b>Source</b>
	\$18,085,432 Page 7, line 42 of 2012 Medicaid Reconciliation
	<u>\$25,836,331</u> Page 7, line 39 of 2012 Medicaid Reconciliation
	\$18,085,432
+	\$1,987,228 Page 7, lines 35 & 36 of 2012 Medicaid Reconciliation
+	\$0 Page 8, lines 2a&b of 2012 Medicaid Reconciliation
+	\$0 Page 8, Line 2c of 2012 Medicaid Reconciliation
+	\$950,000 Child BH claim set from DSS/HP
-	<u>\$22,660</u> Days from child BH claim set from DSS/HP
=	<b>\$21,000,000</b>

Calculation provided by Department of Social Services

All Child BH Inpatient Stays and Related Physician Visits  
Dates of Service from Jan - Jun 2014

Hospital Inpatient Stays	
Claims	Days
1,256	5,532

Physician Visits		
Claims	Paid	Paid per Day
3,339	\$125,376	<b>\$22.66</b>