

## ILLUSTRATION OF PER DIEM RATE CALCULATIONS FOR AN URBAN SNF

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### ILLUSTRATION OF PER DIEM RATE CALCULATIONS FOR AN URBAN SNF IN STATE COLLEGE, PA FOR RUG-III SERVICE CATEGORY SUBGROUP CODE - RVC FY 2003

Step 1: Calculate total PPS rate by RUG-III Category Code

|   |          |                                       |            |                                      |
|---|----------|---------------------------------------|------------|--------------------------------------|
| Nursing<br>Base<br>Rate<br>\$121.59                 | <b>X</b> | Nursing<br>Relative<br>Weight<br>1.13 | <b>=</b>   | Nursing<br>Component<br>\$137.40     |
| Therapy<br>Base<br>Rate<br>\$91.58                  | <b>X</b> | Therapy<br>Relative<br>Weight<br>1.41 | <b>} =</b> | <b>+</b>                             |
| Flat Therapy Amount<br>(Non-Case-Mix Amount)<br>N/A |          |                                       |            | Therapy<br>Component<br>\$129.13     |
| Non-Case-Mix<br>(Flat Amount)<br>\$62.05            |          |                                       |            | <b>+</b>                             |
|   |          |                                       |            | Non-Case-Mix<br>Component<br>\$62.05 |
|   |          |                                       |            | <hr/>                                |
|   |          |                                       |            | Total PPS Rate<br>\$328.58           |

**ILLUSTRATION OF PER DIEM RATE CALCULATIONS FOR AN URBAN SNF IN STATE COLLEGE, PA  
 FOR RUG-III SERVICE CATEGORY SUBGROUP CODE - RVC FY 2003 (CONTINUED)**

**Step 2: Calculate Wage-Adjusted Federal Per Diem Rate**

|                              |          |                        |          |  |
|------------------------------|----------|------------------------|----------|--|
| Labor<br>Portion<br>\$250.14 | <b>X</b> | Wage<br>Index<br>.8941 | <b>=</b> | Wage-Adjusted<br>Labor Portion<br>\$223.65 |
|------------------------------|----------|------------------------|----------|--|

|                                 |          |                                 |
|---------------------------------|----------|---------------------------------|
| Non-Labor<br>Portion<br>\$78.44 | <b>=</b> | Non-Labor<br>Portion<br>\$78.44 |
|---------------------------------|----------|---------------------------------|

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|                                    |
|------------------------------------|
| Adjusted<br>Total Rate<br>\$302.09 |
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|                                    |          |                           |          |                             |
|------------------------------------|----------|---------------------------|----------|-----------------------------|
| Adjusted<br>Total Rate<br>\$302.09 | <b>X</b> | BBRA<br>Adjustment<br>N/A | <b>X</b> | BIPA<br>Adjustment<br>1.067 |
|------------------------------------|----------|---------------------------|----------|-----------------------------|

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|   |
|---|
| Final Adjusted<br>Total Rate<br>\$322.33 <sup>1</sup> |
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<sup>1</sup> 67 FR Parts 49798; Prospective Payment System and Consolidated Billing for Skilled Nursing Facilities-Update; Notice. July 31, 2002.

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