

## 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 Base Rate \$121.59	X	Nursing Relative Weight 1.13	=	Nursing Component \$137.40
Therapy Base Rate \$91.58	X	Therapy Relative Weight 1.41	}	+
Flat Therapy Amount (Non-Case-Mix Amount) N/A				=
Non-Case-Mix (Flat Amount) \$62.05				+
				Non-Case-Mix Component \$62.05
				Total PPS Rate \$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 Portion \$250.14	<b>X</b>	Wage Index .8941	<b>=</b>	Wage-Adjusted Labor Portion \$223.65
Non-Labor Portion \$78.44			<b>=</b>	Non-Labor Portion \$78.44
				Adjusted Total Rate \$302.09
Adjusted Total Rate \$302.09	<b>X</b>	BBRA Adjustment N/A	<b>X</b>	BIPA Adjustment 1.067
				Final Adjusted Total Rate \$322.33 <sup>1</sup>

<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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