

**New York
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**Attachment 4.19-A
(04/09)**

For Medicaid patients discharged on and after December 1, 2008, case based discharge and per diem rates of payment for general hospital inpatient services will be transitioned to 2005 base year costs by no later than December 31, 2012. These rates will be transitioned as follows:

- (a) For the period December 1, 2008 through March 31, 2009, such rates will incorporate a uniform transition adjustment based on each hospital's proportional share of the projected Medicaid reimbursable inpatient operating costs applied to an aggregate rate reduction equal to \$51.5 million. This adjustment will not be applied to the inpatient detoxification, withdrawal and observation service rates of payment for general hospital services which are certified by the Office of Alcoholism and Substance Abuse Services.

- (b) For the period April 1, 2009 through November 30, 2009, such rates will incorporate a uniform transition adjustment based on each hospital's proportional share of the projected Medicaid reimbursable inpatient operating costs applied to an annual aggregate rate reduction equal to \$154.5 million. This adjustment will not be applied to the inpatient detoxification, withdrawal and observation service rates of payment for general hospital services which are certified by the Office of Alcoholism and Substance Abuse Services.

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