Payment Policy | Hospital Readmission

EFFECTIVE DATE:02|01|2016
POLICY LAST UPDATED: 03/20/2018

OVERVIEW

This administrative policy is applicable to facilities reimbursed based on a contracted Diagnosis-Related Group (DRG) or case rate methodology. It defines the payment guidelines for readmissions to an acute general short-term hospital occurring within fourteen (14) calendar days of the date of discharge from the same acute general short-term hospital for the same, similar, or related diagnosis. In the instance of multiple readmissions, each admission will be reviewed against criteria relative to the immediate preceding admission.

This policy applies to in-network facilities for readmissions that have occurred within fourteen (14) calendar days of a previous discharge within the same hospital.

Blue Cross & Blue Shield of Rhodes Island (BCBSRI) shall conduct a medical records review to determine if the subsequent hospital admission is related to the previous hospital admission.

Note: Hospital Contracts supersede the language in this policy

PRIOR AUTHORIZATION

This policy does not supersede any inpatient recommended or required preauthorization or notification rules that are currently in place.

POLICY STATEMENT

BCBSRI shall conduct hospital readmission review to determine if the readmission was considered clinically related to the previous admission. Readmissions determined to be related to the previous admission will not be reimbursed.

Excluded from readmission review are:

- Readmissions that are planned for repetitive treatments such as cancer chemotherapy, transfusions for chronic anemia, or other similar repetitive treatments or scheduled elective surgery
- Readmissions due to malignancies (limited to those who are in an active chemotherapy regimen), burns, or cystic fibrosis
- Readmissions due to bone marrow transplants
- Obstetrical admissions
- Readmissions with a documented discharge status of left against medical advice
- Readmissions greater than 14 calendar days from the last discharge
- In-network facilities that are not reimbursed based on a contracted DRG or case rate methodology (e.g. per diem)
- Readmissions when the previous admissions for transient ischemia attack (TIA) had all of the following:
    1. ABCD score of 3 or greater
    2. Brain, carotid and cardiac imaging was completed
    3. Started on anti-platelets during the first admission
    4. Had CVA within 14 days

BCBSRI reserves the right to perform retrospective medical records reviews and retract payment according to the guidelines in this policy. These medical record reviews are not medical necessity reviews and as such are not required to follow or are applicable to Rhode Island's utilization review law. Standard administrative provider appeal rights/process is applicable in cases in which BCBSRI determines the readmission is related to the previous admission and the provider is in disagreement with the determination of non-payment of the readmission by BCBSRI.

CRITERIA

Medical records shall be reviewed to determine if the readmission was clinically related to the previous admission based on one of the following criteria:

- A medical readmission for a continuation or recurrence for the previous admission or closely related condition (e.g., readmission for diabetes following an initial admission for diabetes)
- A medical complication related to an acute medical complication related to care during the previous admission, (e.g., patient discharged with urinary catheter readmitted for treatment of a urinary tract infection)
- An unplanned readmission for surgical procedure to address a continuation or a recurrence of a problem causing the previous admission (e.g., readmitted for appendectomy following a previous admission for abdominal pain and fever)
- An unplanned readmission for a surgical procedure to address a complication resulting from care from the previous admission (e.g., readmission for drainage of a post-operative wound abscess following an admission for a bowel resection)

Note: Medical record review is to determine if the admission is related and not an assessment of medical necessity or appropriateness of the setting.

COVERAGE

Benefits may vary between groups/contracts. Please refer to the appropriate Subscriber Agreement or Evidence of Coverage for applicable inpatient coverage/benefits.

CODING

Not applicable

RELATED POLICIES

Inpatient Admissions

PUBLISHED

Provider Update, May 2018
Provider Update, May 2017
Provider Update, August 2016
Provider Update, January 2016
Provider Update, November 2014
Provider Update, August 2013

REFERENCES

1. Centers for Medicare & Medicaid Services (CMS). *Medicare Claims Processing Manual*. Chapter 3: Inpatient Hospital Billing. §40.2.4: IPPS Transfers Between Hospitals. Part A: Transfers Between IPPS Prospective Payment Acute Care Hospitals; p.116. [CMS Web site]. 12/10/10. Available at: http://www.cms.gov/manuals/downloads/clm104c03.pdf. Accessed September 29, 2011.
2. Centers for Medicare & Medicaid Services (CMS). *Medicare Learning Network*. Acute Care Hospital Inpatient Prospective Payment. [CMS Web site]. 12/17/10. Available at: http://www.cms.gov/MLNProducts/downloads/AcutePaymtSysfctsht.pdf. Accessed September 29, 2011.

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