



Patient Driven Payment Model Claim Edits

Related CR Release Date: July 21, 2023

MLN Matters Number: MM13240

Effective Date: October 1, 2019

Related Change Request (CR) Number: [CR 13240](#)

Implementation Date: January 4, 2024

Related CR Transmittal Number: R12146OTN

Related CR Title: Patient Driven Payment Model (PDPM) Corrections to Claims Processing Edits

Affected Providers

- Skilled Nursing Facilities (SNFs)
- Hospitals

Action Needed

Make sure your billing staff knows about edit updates for:

- SNFs billing on Type of Bill (TOB) 21X and Swing Bed TOB18X
- Hospitals billing during an interrupted stay

Background

CR 13240 updates current SNF PDPM claims processing edits to process and pay claims correctly. SNFs billing on TOB 21X and hospitals billing on swing bed TOB 18X are subject to these requirements. These corrections apply to claims with dates of service on or after October 1, 2019.

CMS is making changes to system edits when 1 of the following occurs:

- An incoming SNF (21X or swing bed 18X) claim, excluding swing bed critical access hospital (CAH) providers, has an occurrence span code (OSC) 74 and there's a covered or non-covered inpatient claim (11X) during the interrupted stay of the incoming SNF claim
- An incoming inpatient claim (11X) and there's a covered or non-covered SNF (21X or swing bed 18X) claim, excluding Swing Bed CAH providers, with an OSC 74 and incoming Inpatient claim (11X) is during the interrupted stay of the SNF claim

Note that bed swing CAH providers range is Z300-Z399.

When 1 of the above conditions is present, your Medicare Administrative Contractor (MAC) will process a hospital inpatient no-pay claim (TOB 110) and:

- Pay the overlapping SNF PPS inpatient claim (TOB 21X), when OSC 74 is present indicating there's an interrupted stay
- Pay the overlapping hospital ancillary claim (TOB 12X) and also the overlapping SNF PPS inpatient claim (TOB 21X), when OSC 74 is present indicating there's an interrupted stay

We'll pay OSC 74 plus 1 day to account for services that you provided on the date of discharge of the 12X claim.

CR 13240 contains no new policy.

More Information

We issued CR 13240 to your MAC as the official instruction for this change.

For more information, [find your MAC's website](#).

Document History

Date of Change	Description
July 21, 2023	Initial article released.

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