



Indiana Association for  
Home & Hospice Care



COUNCIL of STATE  
**HOME CARE  
& HOSPICE**  
ASSOCIATIONS



The Centers for Medicare and Medicaid Services published its final rule for replacing the home health Medicare Prospective Payment System (PPS) with the Patient-Driven Groupings Model (PDGM) effective January 1, 2020.

PDGM requires claims to be paid based on 30-day payment periods instead of 60-day episodes. The data below was published by CMS to help home health agencies estimate the number of payment periods and corresponding payment change under PDGM compared to PPS. All data other than the number of agencies has been rounded to the nearest thousand.

Note: The data below **does not** account for a proposed reduction of 6.42% in 2020 payment rates for "behavioral adjustments."

Agency Characteristics	Number of Agencies	Actual 60-day PPS Episodes	Actual 60-day PPS Payment	Estimated 30-day Payment Periods	Estimated Payment Under PDGM	Estimated Payment Change Under PDGM
All Indiana agencies	202	96	\$ 287,446	162	\$ 278,549	-3.1%
Freestanding agencies	177	80	\$ 245,186	138	\$ 235,795	-3.8%
Facility-based agencies	25	15	\$ 42,260	24	\$ 42,754	1.2%
For-profit agencies	151	60	\$ 184,152	105	\$ 176,930	-3.9%
Government owned agencies	9	2	\$ 4,861	3	\$ 4,700	-3.3%
Non-profit agencies	42	34	\$ 98,432	55	\$ 96,919	-1.5%
Rural agencies	30	11	\$ 29,996	18	\$ 30,043	0.2%
Urban agencies	172	85	\$ 257,449	144	\$ 248,505	-3.5%
Lowest nursing visits	87	40	\$ 131,280	67	\$ 118,991	-9.4%
Next lowest nursing visits	53	39	\$ 110,827	63	\$ 108,918	-1.7%
Second highest nursing visits	41	14	\$ 36,733	24	\$ 40,087	9.1%
Highest nursing visits	21	4	\$ 8,605	7	\$ 10,552	22.6%
All East North Central agencies	2,019	811	\$ 2,361,915	1,361	\$ 2,331,364	-1.3%
Freestanding agencies	1,898	719	\$ 2,112,194	1,221	\$ 2,079,891	-1.5%
Facility-based agencies	121	92	\$ 249,722	141	\$ 251,473	0.7%
For-profit agencies	1,665	529	\$ 1,591,636	925	\$ 1,558,167	-2.1%
Government owned agencies	62	16	\$ 43,278	25	\$ 42,497	-1.8%
Non-profit agencies	292	265	\$ 727,001	412	\$ 730,699	0.5%
Rural agencies	247	92	\$ 246,963	150	\$ 247,484	0.2%
Urban agencies	1,772	719	\$ 2,114,953	1,211	\$ 2,083,880	-1.5%
Lowest nursing visits	751	263	\$ 856,341	438	\$ 760,246	-11.2%
Next lowest nursing visits	453	304	\$ 868,432	493	\$ 863,085	-0.6%
Second highest nursing visits	395	180	\$ 483,163	309	\$ 519,731	7.6%
Highest nursing visits	420	64	\$ 153,981	121	\$ 188,302	22.3%

**BKD, LLP** is a top national accounting and consulting firm that provides a full range of services for home health and hospice agencies throughout the nation. Questions? Click one of the following.

[Access CMS data](#)

[Contact BKD](#)

[Visit bkd.com](#)