



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 Missouri agencies	163	85	\$ 231,571	132	\$ 223,599	-3.4%
Freestanding agencies	126	67	\$ 186,851	106	\$ 178,945	-4.2%
Facility-based agencies	37	18	\$ 44,720	26	\$ 44,654	-0.1%
For-profit agencies	86	39	\$ 115,196	66	\$ 108,312	-6.0%
Government owned agencies	26	5	\$ 13,584	7	\$ 12,970	-4.5%
Non-profit agencies	51	41	\$ 102,790	59	\$ 102,316	-0.5%
Rural agencies	61	16	\$ 40,791	25	\$ 39,505	-3.2%
Urban agencies	102	69	\$ 190,780	107	\$ 184,094	-3.5%
Lowest nursing visits	75	31	\$ 94,942	50	\$ 84,956	-10.5%
Next lowest nursing visits	48	44	\$ 113,741	67	\$ 113,814	0.1%
Second highest nursing visits	26	8	\$ 18,263	12	\$ 19,389	6.2%
Highest nursing visits	14	2	\$ 4,625	3	\$ 5,441	17.6%
All West North Central agencies	706	256	\$ 742,707	405	\$ 711,666	-4.2%
Freestanding agencies	504	199	\$ 589,991	321	\$ 561,412	-4.8%
Facility-based agencies	202	57	\$ 152,716	84	\$ 150,253	-1.6%
For-profit agencies	294	117	\$ 358,271	197	\$ 333,878	-6.8%
Government owned agencies	145	14	\$ 36,551	21	\$ 36,438	-0.3%
Non-profit agencies	267	125	\$ 347,885	187	\$ 341,349	-1.9%
Rural agencies	338	62	\$ 161,253	98	\$ 158,970	-1.4%
Urban agencies	368	195	\$ 581,453	307	\$ 552,696	-4.9%
Lowest nursing visits	277	98	\$ 317,959	156	\$ 279,752	-12.0%
Next lowest nursing visits	182	103	\$ 288,015	158	\$ 284,181	-1.3%
Second highest nursing visits	161	46	\$ 114,827	74	\$ 122,496	6.7%
Highest nursing visits	86	10	\$ 21,906	17	\$ 25,237	15.2%

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](http://www.bkd.com)