

**Annual values of the DRG catastrophic threshold  
incorporating corrections of 10/1/19 and 10/1/20 [1]**

| Threshold effective date | Originally computed threshold amounts | Corrected threshold amounts as of 10/1/19 [2] | Corrected threshold amounts as of 10/1/20 [3] |
|--------------------------|---------------------------------------|---|---|
| 1/1/2016                 | \$175,000                             | \$175,000                                     | \$175,000                                     |
| 1/1/2017                 | \$183,523                             | \$181,703                                     | \$182,438                                     |
| 10/1/2017                | \$196,021                             | \$193,605                                     | \$194,442                                     |
| 10/1/2018                | \$206,822                             | \$204,350                                     | \$205,370                                     |
| 10/1/2019                |                                       | \$209,336                                     | \$209,868                                     |
| 10/1/2020                |                                       |   | \$226,888                                     |

1. Under Minnesota Statutes, § 176.1362, subd. 2(b), the annual percent change in the catastrophic threshold is computed as the percent change in the average charge per inpatient admission at Minnesota non-critical-access hospitals using the most recent data available from the Minnesota Department of Health as of the most recent July 1. The change for 10/1/20, for example, is computed from data for hospital fiscal years 2017 and 2018, since the 2018 data became available in December, 2019.
2. These amounts were corrected for the fact that the average admission charges originally used to compute the adjustments had total charges in the numerator but only acute-care admissions in the denominator.
3. These amounts are what should have been the originally computed threshold amounts in the first column. These amounts are corrected for the fact that four non-critical-access hospitals were previously excluded from the calculations. These hospitals were Bethesda, Gillette, Children's of Minneapolis and St. Paul, and Regency.

Minnesota Department of Labor and Industry, Research and Statistics,  
September 4, 2020.