## Acute Care Bed Need Methodology Recommendations to the Acute Care Services Committee From the Acute Care Services Work Group

(Note - The revisions to the Acute care Bed Need Methodology, shown below in Recommendation 1 of this document, have been incorporated into "Table 5A: Acute Care Bed Need Projections – Revised Methodology". The bed need projections resulting from incorporating these revisions into the Acute Care Bed Need Methodology are shown in "Table 5B – Revised Methodology".)

- 1. Revise the acute care bed need methodology used in Table 5A as follows:
  - <u>Data Source</u> *Current method* – use all days, including psychiatric, substance abuse, rehabilitation; exclude outliers and non-NC resident days *Proposed method* – use acute care days only; exclude psychiatric, substance abuse and rehabilitation days; include outliers and non-NC resident days
  - <u>Historical patient day growth rates</u> *Current method* – 4 years of data and 3 years of trend *Proposed method* – 5 years of data (2005-2009 for 2011 SMFP) and 4 years of trend
  - <u>Number of projection years</u> *Current method* – 6 years *Proposed method* – 4 years
  - <u>Calculation method for growth rate factors</u> *Current method* – statewide growth rate of days as defined in data source above *Proposed method* – county growth rate of days as defined in data source above
  - <u>Target occupancy rates</u>

	Target Occupancy Rates	
Average Daily Census (ADC)	Current Method	Proposed Method
ADC 1-99	66.7%	66.7%
ADC 100-200	71.4%	71.4%
ADC>200 and <=400	75.2%	75.2%
ADC>400:	75.2%	78.0%

- 2. Convene an Acute Care Bed Need Methodology work group in 2012 to evaluate the Acute Care Bed Need Methodology and to determine if adjustments/changes are needed.
- 3. Do not change the target occupancy rates used in SMFP Policy AC-4: Reconversion to Acute Care, SMFP Policy AC-5: Replacement of Acute Care Bed Capacity and do not change the target occupancy rates the CON Section uses when evaluating acute care bed CON applications.