



OFFICE OF THE ASSISTANT SECRETARY OF DEFENSE
HEALTH AFFAIRS

16401 EAST CENTRETECH PARKWAY
AURORA, COLORADO 80011-9066

TRICARE
MANAGEMENT ACTIVITY

PCSIB

CHANGE 62
7950.1-M
JUNE 30, 2008

PUBLICATIONS SYSTEM CHANGE TRANSMITTAL
FOR
TRICARE SYSTEMS MANUAL (TSM)

The TRICARE Management Activity has authorized the following addition(s)/
revision(s) to 7950.1-M, reissued August 2002.

CHANGE TITLE: SEVERITY DIAGNOSTIC RELATED GROUP (DRGs) AND
PRESENT ON ADMISSION (POA) INDICATORS

PAGE CHANGE(S): See page 2.

SUMMARY OF CHANGE(S): This package contains the changes that are necessary
to implement the TRICARE/CHAMPUS DRG-based payment system that is
modeled after the Medicare Severity DRG system. The change also provides the
requirements for POA indicators which shall be implemented on October 1, 2009.

EFFECTIVE DATE: The Severity DRGs are effective October 1, 2008. The POA
indicators are effective October 1, 2009.

IMPLEMENTATION DATE: Upon direction of the Contracting Officer.

This change is made in conjunction with Aug 2002 TPM, Change No. 81, and Aug
2002 TRM, Change No. 79.

Reta Michak
Chief, Purchased Care Systems
Integration Branch

ATTACHMENT(S): 2 PAGES
DISTRIBUTION: 7950.1-M

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CHAPTER 2

Section 5.3, pages 17 and 18

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Section 5.3, pages 17 and 18