

## CHAMPVA POLICY MANUAL

**CHAPTER:** 3  
**SECTION:** 8.4  
**TITLE:** **SUBSTANCE USE DISORDER REHABILITATION FACILITIES**

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**AUTHORITY:** 38 CFR 17.270(a) and 38 CFR 17.272(b)

**RELATED AUTHORITY:** 32 CFR 199.14(a)(1)(ii)(F) and (a)(2)(ix)(A) [Reference PPI 95-8]

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### I. EFFECTIVE DATE

Effective April 5, 1996, claims received for inpatient SUDRF services on or after July 1, 1995, are subject to the DRG payment methodology.

### II. DESCRIPTION

This policy includes reimbursement for both inpatient and partial hospitalization for the treatment of substance use disorder rehabilitation care.

### III. POLICY

A. Inpatient Substance Use Disorder Facilities. Effective with admission on or after July 1, 1995, authorized substance use disorder facilities are subject to the DRG-based payment system.

B. Partial hospitalization for the treatment of substance use disorders. Substance use disorder rehabilitation partial hospitalization services are reimbursed **on the basis of prospectively determined, all inclusive per diem rates.**

C. Outpatient services will be reimbursed under the appropriate CMAC for the procedure code(s) billed. Regular cost share and deductibles will apply.

D. Family therapy provided on an inpatient or outpatient basis will be reimbursed under the CMAC for the procedure code(s) billed.

E. Inpatient cost share. The inpatient cost share applies to the associated services billed separately by the individual professional providers. Since the inpatient cost share is being applied, no deductible is to be taken for partial hospitalization.

F. Related Policy Manual materials.

1. [Chapter 2, Section 18.14](#), *Alcoholism Prior To October 1, 1995.*

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2. [Chapter 2, Section 18.15](#), *Substance Use Disorder Rehabilitation Facilities - General*.

3. [Chapter 2, Section 18.16](#), *Preauthorization Requirements For Substance Use Disorders Detoxification And Rehabilitation*.

**\*END OF POLICY\***