

**TEXAS HEALTH AND HUMAN SERVICES COMMISSION
RATE ANALYSIS DEPARTMENT**

**Proposed Medicaid Payment Rates for Small and Large, State-
Operated Intermediate Care Facilities for
Individuals with an Intellectual Disability or
Related Conditions (ICF/IID)**

Payment rates are proposed to be effective
September 1, 2015

SUMMARY OF PROPOSED MEDICAID PAYMENT RATES

Effective September 1, 2015

A public hearing will be held at 9:00 a.m. on September 22, 2015, in Conference Room 5155, 5th floor of the Brown Heatly Building, located at 4900 N. Lamar Boulevard, Austin, Texas. Entry is through Security at the front of the building facing Lamar Boulevard. Public comments will be received on proposed interim payment rates for small and large, state-operated Intermediate Care Facilities for Individuals with an Intellectual Disability or Related Conditions (ICF/IID). HHSC will consider concerns expressed at the hearing prior to final rate approval. This public hearing is held in compliance with Human Resources Code §32.0282 and Texas Administrative Code (TAC) Title 1, §355.105(g), which require public notice and hearings on proposed Medicaid reimbursements before such rates are approved by HHSC.

PROPOSED INTERIM RATES

HHSC is proposing to adjust the interim Medicaid reimbursement rates paid to small and large state-operated ICF/IIDs operated by the Texas Department of Aging and Disability Services so that adequate funds will be available to serve individuals residing in those facilities. The proposed interim rates account for actual and projected increases in costs to operate these facilities in fiscal year (FY) 2016.

The proposed large, state-operated ICF/IID daily rate for Medicaid residents is \$856.70. This rate is offset by \$27.51 per day to account for Medicare Part D drug costs for persons who are dually eligible for both Medicaid and Medicare. This offset recognizes that the prescription drug expenses for these residents are paid for through Medicare Part D. The proposed daily rate for Medicaid residents in small, state-operated ICF/IIDs is \$649.48

Proposed Small State-Operated ICF/IID Interim Daily Rate	\$649.48
Proposed Large State-Operated ICF/IID Interim Daily Rate (Medicaid Only)	\$856.70
Proposed Large State-Operated ICF/IID Interim Daily Rate (Dually Eligible)	\$829.19

METHODOLOGY AND JUSTIFICATION

HHSC's proposed adjustments to the current interim rates were calculated in accordance with the rate setting methodology prescribed in 1 TAC §355.456(e) (relating to reimbursement determination for state-operated facilities).

Should you have any questions regarding the information in this document, please contact Maria Ebenhoeh, Senior Rate Analyst at (512) 707-6062 or maria.ebenhoeh@hhsc.state.tx.us.