



Wes Moore, Governor · Aruna Miller, Lt. Governor · Laura Herrera Scott, M.D., M.P.H., Secretary

Subject: On July 1, 2023, Maryland Medicaid will increase certain provider rates, pursuant to Senate Bill 181/ House Bill 200 Fiscal Year 2024 Budget (2023). The Fiscal Year 2024 impacts on total funds and the program-specific federal fund splits are detailed below. Written comments may be made to Tyler Colomb, tyler.colomb@maryland.gov.

Long Term Services and Supports

Community First Choice (CFC): For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for some CFC services will increase by 4%. The temporary 4% rate increase authorized by the American Rescue Plan Act for FY 2023, only, terminates on July 1, 2023. As such, the reimbursement rates for CFC services will remain unchanged. This represents an estimated \$0 increase in total funds for this program.

Home and Community-Based Options Waiver (HCBOW): For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for HCBOW services will increase by 4%. The temporary 4% rate increase authorized by the American Rescue Plan Act for FY 2023 only terminates on July 1, 2023. As such, the reimbursement rates for HCBOW services will remain unchanged. This represents an estimated \$0 increase in total funds for this program.

Increased Community Services (ICS): For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for ICS services will increase by 4%. The temporary 4% rate increase authorized by the American Rescue Plan Act for FY 2023 only terminates on July 1, 2023. As such, the reimbursement rates for HCBOW services will remain unchanged. This represents an estimated \$0 increase in total funds for this program.

Community Personal Assistance Services (CPAS): For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for CPAS services will increase by 4%. The temporary 4% rate increase authorized by the American Rescue Plan Act for FY 2023 only terminates on July 1, 2023. As such, the reimbursement rates for CPAS services will remain unchanged. This represents an estimated \$0 increase in total funds for this program .

Family Supports Waiver: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for Family Supports Waiver services will increase by 4 %. This

represents an estimated \$277,888 increase in total funds for this program (52% general funds \$144,502; 48% federal funds \$133,386).

Community Supports Waiver: For dates of service beginning July 1, 2023 the Maryland Medical Assistance reimbursement rates for Community Supports Waiver services will increase by 4%. This represents an estimated \$2,792,835 increase in total funds for this program (52% general funds \$1,452,274; 48% federal funds \$1,340,561).

Community Pathways Waiver: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for Community Pathways Waiver services will increase by 4%. This represents an estimated \$65,176,762 increase in total funds for this program (52% general funds \$33,891,916 48% federal funds \$31,284,846).

Home Health: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for home health services will be reduced by 4%. The temporary 4% rate increase authorized by the American Rescue Plan Act for FY 2023 only terminates on July 1, 2023. As such, the reimbursement rates for Home Health services will be reduced by 4% effective July 1, 2023. This represents an estimated \$45,686 decrease in total funds for this program (43.8% general funds \$20,010; 56.2% federal funds \$25,676).

Model Waiver: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for model waiver case management services will increase by 4%. The temporary 4% rate increase authorized by the American Rescue Plan Act for FY 2023 only terminates on July 1, 2023. As such, the reimbursement rates for Model Waiver services will remain unchanged. This represents an estimated \$0 increase in total funds for this program.

Brain Injury Waiver: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for Brain Injury Waiver services will increase by 3%. This represents an estimated \$446,521 increase in total funds for this program (33.51% general funds \$149,629; 66.49% federal funds \$296,892).

Waiver for Children with Autism Spectrum Disorder (Autism Waiver): For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for some Autism Waiver services will increase by 4%. The temporary 4% rate increase authorized by the American Rescue Plan Act for FY 2023 only terminates on July 1, 2023. This represents an estimated \$0 increase in total funds for this program.

Private Duty Nursing: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for some private duty nursing services will increase by 4%. The

temporary 4% rate increase authorized by the American Rescue Plan Act for FY 2023 only terminates on July 1, 2023. As such, the reimbursement rates for Private Duty Nursing services will remain unchanged. This represents an estimated \$0 increase in total funds for this program.

Medical Day Care: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for Medical Day Care Services Waiver will increase by 4%. The temporary 4% rate increase authorized by the American Rescue Plan Act for FY2023 only terminates on July 1, 2023. As such, the reimbursement rates for the Medical Day care Services Waiver will remain unchanged at \$104.81 per unit. This represents an estimated \$0 increase in total funds for this program.

Nursing Facilities: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for nursing facilities will increase by 4%. This represents an estimated \$58,240,000 increase in total funds (47.5 percent general funds and 52.5 percent federal funds from July 1, 2023 through September 30, 2023 and 48.5 percent general funds and 51.5 percent federal funds from October 1, 2023 through December 31, 2023).

DDA Targeted Case Management Services For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rate for Developmental Disabilities Administration (DDA) targeted case management (TCM) providers will increase 4 percent. These TCM services are also called Coordination of Community Services. DDA TCM services target three populations of individuals with developmental disabilities: (1) individuals on the Developmental Disabilities Waiting List who have been determined to have a disability; (2) individuals needing community coordination services; and (3) individuals transitioning to the community. The rate will be \$25.54 for general and \$26.89 for geographic differential rate per unit. This represents an estimated \$3,486,940 total fund increase (52 % general funds \$1,813,209 and 48% federal funds \$1,673,731).

Behavioral Health

Adult Residential SUD: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for Adult Residential SUD services will increase by 3 percent. This represents an estimated \$6,759,898 increase in total funds (74.4 percent general funds \$5,029,364; 25.6 percent federal funds \$1,730,534)

Community-Based SUD: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for Community Based SUD services will increase by 3 percent. This represents an estimated \$8,846,711 increase in total funds (36.05 percent general funds \$3,189,239; 63.95 percent federal funds \$5,657,472)

Mental Health: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for mental health services will increase by 3 percent. This represents an estimated \$23,533,531 increase in total funds (36.09% General Funds and 63.91% federal funds). Effective July 1, 2023, the reimbursement rates for community based Mental Health services funded through Maryland's Public Behavioral Health System will increase by 3 percent. This represents an estimated \$1,305,308 increase in total funds (100 percent general funds)

BH TCM for Adults: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for TCM for adults will increase by 3 percent. This rate change represents an estimated \$266,416 increase in total funds (38.30 percent general funds \$102,045; 61.70 percent federal funds \$164,372).

BH TCM for Children: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for TCM for children will increase by 3 percent. This rate change represents an estimated \$298,182 increase in total funds (33.52 percent general funds \$99,951; 66.48 percent federal funds \$198,231).

BH Health Home: For dates of service beginning July 1, 2023, the Maryland Medical Assistance Behavioral Health, Health Home program reimbursement rates will increase by 3 percent. This rate change represents an estimated \$324,684 increase in total funds (50 percent general funds \$162,342 ; 50 percent federal funds \$162,342).

1915i: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for the 1915i Home and Community Based Services Program will increase by 3 percent. This rate change represents an estimated \$2,508 increase in total funds (33.51 percent general funds \$840; 66.49 percent federal funds \$1,668.)

Therapeutic Behavioral Services: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for Therapeutic Behavioral Services will increase by 3 percent. This rate change represents an estimated \$140,272 increase in total funds (33.51 percent general funds \$47,005; 66.49 percent federal funds \$93,267).

Medical Benefits Management

Physician E&M: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for covered Evaluation and Management codes were maintained at 100% of the 2022 Medicare rates. This represents an estimated \$60,093,146 in total funds (34.71 percent general funds \$20,852,322, 65.3 percent federal funds \$39,240,824).

Applied Behavior Analysis: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for covered Applied Behavioral Analysis services will increase by 3%. This represents an estimated \$2,111,363 increase in total funds (33.51 percent general funds \$707,518, 66.49 percent federal funds \$1,403,845).

Doulas: For dates of service beginning July 1, 2023, the Maryland Medical Assistance reimbursement rates for doula attendance at labor and delivery will increase by 228.57%. This represents an estimated \$745,650 increase in total funds (50% percent general funds \$372,825, 50% percent federal funds \$372,825).