

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

Subject: On January 1, 2024, Maryland Medicaid will increase certain provider rates, pursuant to Senate Bill 181/House Bill 200, Fiscal Year 2024 budget bill and Senate Bill 555/House Bill 549, Fair Wage Act of 2023. The impacts on the remainder of Fiscal Year 2024 (January 1, 2024 – June 30, 2024) on total funds and the program-specific federal fund splits are detailed below. Written comments may be made to Da-Young Kang at da-young.kang1@maryland.gov.

Long Term Services and Supports

Community First Choice (CFC): For dates of service beginning January 1, 2024, the Maryland Medical Assistance reimbursement rates for some CFC services will increase by 8%. This represents an estimated \$20,592,334.96 increase in total funds for this program (44% percent general funds \$9,060,627.38; 56% percent federal funds \$11,531,707.58).

Home and Community-Based Options Waiver (HCBOW): For dates of service beginning January 1, 2024, the Maryland Medical Assistance reimbursement rates for HCBOW services will increase by 8%. This represents an estimated \$2,411,176.76 increase in total funds for this program (50% general funds \$1,205,588.38; 50% federal funds \$1,205,588.38).

Increased Community Services (ICS): For dates of service beginning January 1, 2024, the Maryland Medical Assistance reimbursement rates for ICS will increase by 8%. This represents an estimated \$3,066.92 increase in total funds for this program (50% general funds \$1,533.46; 50% federal funds \$1,533.46).

Community Personal Assistance Services (CPAS): For dates of service beginning January 1, 2024, the Maryland Medical Assistance reimbursement rates for CPAS will increase by 8%. This represents an estimated \$392,177.46 increase in total funds for this program (50% general funds \$196,058.73; 50% federal funds \$196,058.73).

Family Supports Waiver: For dates of service beginning January 1, 2024, the Maryland Medical Assistance reimbursement rates for Family Supports Waiver services will increase by 7.7%¹. This represents an estimated \$1,165,664.00 increase in total funds for this program (50% general funds \$582,832.00; 50% federal funds \$582,832.00).

Community Supports Waiver: For dates of service beginning January 1, 2024, the Maryland Medical Assistance reimbursement rates for Community Supports Waiver services will increase by 7.7%¹. This represents an estimated \$11,031,354.00 increase in total funds for this program (50% general funds \$5,515,677.00).

Community Pathways Waiver: For dates of service beginning January 1, 2024, the Maryland Medical Assistance reimbursement rates for Community Pathways Waiver services will increase by 7.7%¹. This represents an estimated \$60,367,522.00 increase in total funds for this program (50% general funds \$30,183,761.00).

Home Health Services: For dates of service beginning January 1, 2024, the Maryland Medical Assistance reimbursement rates for Home Health Services will increase by 8%. This represents an estimated \$129,184.86 increase in total funds for this program (50% general funds \$64,592.43; 50% federal funds \$64,592.43).

Model Waiver: For dates of service beginning January 1, 2024, the Maryland Medical Assistance reimbursement rates for Model Waiver case management services will increase by 8%. This represents an estimated \$149,139.34 increase in total funds for this program (50% general funds \$74,569.67; 50% federal funds \$74,569.67).

Adults with Brain Injury (Brain Injury Waiver): For dates of service beginning January 1, 2024, the Maryland Medical Assistance reimbursement rates for Brain Injury Waiver services will increase by 8%. This represents an estimated \$719,984.33 increase in total funds for this program (50% general funds \$359,992.16; 50% federal funds \$359,992.16).

Waiver for Children with Autism Spectrum Disorder (Autism Waiver): For dates of service beginning January 1, 2024, the Maryland Medical Assistance reimbursement rates for some Autism Waiver services will increase by 8%. This represents an estimated \$3,272,662.22 increase in total funds for this program (50% general funds \$1,636,311.11; 50% federal funds \$1,636,311.11).

Private Duty Nursing Services: For dates of service beginning January 1, 2024, the Maryland Medical Assistance reimbursement rates for some Private Duty Nursing Services will increase by 8%. This represents an estimated \$6,562,635.74 increase in total funds for this program (50% general funds \$3,281,317.87; 50% federal funds \$3,281,317.87).

Medical Day Care Services Waiver: For dates of service beginning January 1, 2024, the Maryland Medical Assistance reimbursement rates for Medical Day Care Services Waiver will increase by 8%. This represents an estimated \$4,306,826.84 increase in total funds for this program (50% general funds \$2,153,413.42; 50% federal funds \$2,153,413.42).

Nursing Facility Services: For dates of service beginning January 1, 2024, the Maryland Medical Assistance reimbursement rates for Nursing Facility Services will increase by 8%. This represents an estimated \$58,240,000.00 increase in total funds for this program (50% general funds \$29,120,000.00; 50% federal funds \$29,120,000.00).

Developmental Disabilities Administration (DDA) Targeted Case Management (TCM) Services: For dates of service beginning January 1, 2024, the Maryland Medical Assistance

reimbursement rate for DDA TCM providers will increase by 7.7%¹ 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 \$27.50 for the rest of the State and \$28.96 for the geographic differential rate per unit. This represents an estimated \$7,057,875.00 total fund increase (50% general funds \$3,528,938.00; 50¹% federal funds \$3,528,938.00).

 $^{^{1}}$ 7.7% is the net effect of applying the 8% accelerated rate increase to the FY2023 rates.