



Larry Hogan, Governor · Boyd K. Rutherford, Lt. Governor · Dennis R. Schrader, Secretary

**MARYLAND MEDICAL ASSISTANCE PROGRAM**

**Nursing Home Transmittal No. 285**

July 27, 2022

TO: Nursing Facility Administrators

FROM: Marlana R. Hutchinson, Director  
Office of Long Term Services and Supports

RE: Fiscal Year 2023 Rates and Supplemental Payment for Nursing Facility Services

NOTE: **Please ensure that appropriate staff members in your organization are informed of the contents of this transmittal.**

---

**Fiscal Year 2023 Rates**

Effective July 1, 2022, the rates for nursing facilities have been adjusted based on each facility's case mix index (CMI) as of March 31, 2022. The prospective rates applicable to your facility will be sent directly to you from Myers & Stauffer, LLC (MSLC), the Program's Audit Contractor, via secure e-mail. When you receive your rate letter, please check the provider number at the top of the letter to ensure that you have received the correct data and once verified, share the rate letter with your accountant or bookkeeper to update the rates in your billing system. If you do not receive a rate letter or if you have any questions regarding your rate letter, please contact MSLC at (410)356-9256.

The increase in the nursing facility rates affects Medicaid's reimbursement of Medicare coinsurance claims. To reflect this change, the Medicare Coinsurance Worksheet has been updated for service dates on or after July 1, 2022. To access the worksheet, please go to the link below, click "Document Library" at the bottom of the page, then click "Coinsurance Worksheets" to locate the correct time period.

Additionally, effective July 1, 2022, the personal needs allowance has increased to \$93.00 per month per recipient.

For more information about the reimbursement methodology and billing instructions, please visit the Nursing Facility Providers page at

<https://mmcp.health.maryland.gov/longtermcare/Pages/Nursing-Facility-Providers.aspx>.

## **Supplemental Payments**

In accordance with Governor Hogan's approved FY 2023 Supplemental Budget #5, eligible nursing facility providers will receive an additional one-time supplemental payment, with the payments totaling \$20 million in general funds for the industry. The Department will disperse these funds as quarterly gross adjustment payments within the first month of each calendar quarter. The total supplemental payment allotted to each facility is in proportion to the facility's percentage of total Medicaid reimbursement for fiscal years 2020 and 2021. This amount will be indicated on the supplemental rate letter prepared by MSLC and will represent payment in full; no retrospective adjustment will be made.

Questions regarding supplemental payments may be directed to Jarrod C. Terry, Assistant Director, Long Term Care Services at 410-767-6764 or [jarrod.terry@maryland.gov](mailto:jarrod.terry@maryland.gov).

cc: Nursing Facility Liaison Committee