

2022 Annual Report: Provider Reimbursement Rate Methodology Review

Pursuant to SDCL 28-22

Scheduled Year of Review	Dept	Service	SFY23 Rates	SY23 Budget (Total Funds)	Source Data Year	Rate Calculation	Total Cost to Reach 100% Methodology	General Fund Cost to Reach Methodology	Percent of Methodology Currently Paid
Year 1: SFY2023	DHS	In Home Services (Nursing/ Homemaker)	Nursing \$78.24 / hr Homemaker \$33.96 / hr Adult Companion \$29.32 / hr	\$ 33,160,411	2021	Nursing \$85.68 / hr LPN \$71.28 / hr Homemaker \$40.88 / hr Adult Companion \$39.56 / hr	\$ 5,629,128	\$ 2,868,557	91.3% 109.8% 83.1% 74.1%
	DSS	In Home Services (Nursing)	Nursing \$78.24 / hr LPN \$51.64 / hr	\$ 9,191,152	2021	Nursing \$85.68 / hr LPN \$71.28 / hr	\$ 1,220,573	\$ 483,103	91.3% 72.4%
	DSS	Group Care	Group \$215.72/ day	\$ 5,482,051	2022	Group \$273.45/ day	\$ 1,525,295	\$ 1,525,295	78.9%
	DOC	Group Care	Group \$215.72/ day	\$ 4,794,564	2022	Group \$273.45 / day	\$ 1,134,327	\$ 1,134,327	78.9%
	DSS	Independent Living	IL \$97.07 / day	\$ 428,165	2021	IL \$132.91 / day	\$ 257,701	\$ 257,701	73.0%
	DOC	Independent Living	IL \$97.07 / day	\$ 110,491	2021	IL \$132.91 / day	\$ 28,817	\$ 28,817	73.0%
	DSS	Psychiatric Residential Treatment / Intensive Residential Treatment	PRTF \$280.98 / day IRT \$395.95 / day	\$ 31,917,181	2022	PRTF \$392.72 / day IRT \$525.30 / day	\$ 14,500,189	\$ 5,739,175	71.5% 75.4%
	DOC	Psychiatric Residential Treatment / Intensive Residential Treatment	PRTF \$280.98 / day IRT \$395.95 / day	\$ 3,962,014	2022	PRTF \$392.72 / day IRT \$525.30 / day	\$ 524,263	\$ 207,503	71.5% 75.4%
	DSS	Therapeutic Foster Care / Family Treatment Foster Care	Therapeutic \$90.58 / day Family Treatment \$175.44 / day	\$ 5,765,532	2021	Therapeutic \$111.46 / day Family Treatment \$206.12 / day	\$ 1,715,858	\$ 1,240,394	81.3% 85.1%
	DSS	Behavioral Health- Substance Use Disorder (SUD)	Outpx Counseling Ind \$26.53 / 15min Outpx Counseling Grp \$7.39 / 15min Low-Intensity Residential \$67.03 / day Low-Intensity PW \$156.16 / day Inpatient Tx \$217.07 / day PRTF \$354.63 / day Detox \$49.49 / 12 hour	\$ 38,696,047	2021	Outpx Counseling Ind \$30.11 / 15min Outpx Counseling Grp \$8.39 / 15min Low-Intensity Residential \$76.08 / day Low-Intensity PW \$177.24 / day Inpatient Tx \$246.38 / day PRTF \$402.51 / day Detox \$56.17 / 12 hour	\$ 4,188,574	\$ 3,611,095	88.1% 88.1% 88.1% 88.1% 88.1% 88.1% 88.1%
Year 2: SFY2024	DHS	Assisted Living	Base \$59.52 / day	\$ 20,182,819	2018	Base \$67.56 / day Tier I \$79.71 / day Tier II \$92.55 / day	\$ 3,410,005	\$ 1,349,680	88.1% 94.4% 94.4%
	DSS	Behavioral Health - Mental Health	IMPACT \$86.06 / day CARE \$86.81 / day SED \$34.35/ 15 min Indiv SED \$22.03 / 15 min group Psychiatry \$82.18 / 15 min CNP/PA \$73.97 / 15 min Room & Board \$99.77 / day Outpatient \$36.54 / 15 min FFT \$259.15 / Session JJRI Referral \$353.39 / Referral	\$ 38,574,816	2021	IMPACT \$97.68 / day CARE \$98.53 / day SED \$38.98/ 15 min Indiv SED \$25.00 / 15 min group Psychiatry \$93.28 / 15 min CNP/PA \$83.96 / 15 min Room & Board \$113.25 / day Outpatient \$41.47 / 15 min FFT \$294.14 / Session JJRI Referral \$401.11 / Referral	\$ 4,510,808	\$ 3,008,195	88.1% 88.1% 88.1% 88.1% 88.1% 88.1% 88.1% 88.1% 88.1% 88.1%
	DHS	Community Support Providers (CSPs)	Adult Avg: \$193.97 / day Child Avg: \$278.63 / day ICF/IID Avg: \$687.19 / day	\$ 191,126,241	2021	CHOICES: Career Exploration \$15.34/hr Day Services \$17.66/hr Behavioral Support \$34.60/hr Supported Employment \$48.82/hr RH Group Home \$430.78/day RH Supervised Living \$205.54/day RH Monitored Living \$63.24/hr RH Family Home \$63.24/hr Shared Living \$221.69/day Children \$316.26/day ICF/IID \$779.99/day	\$ 58,042,523	\$ 21,972,162	76.9% 76.9% 76.9% 76.9% 76.9% 76.9% 76.9% 76.9% 76.9% 76.9% 88.1% 88.1%
	DHS	Nursing Homes	NH \$195.30 / avg per day	\$ 189,830,431	2021	NH \$262.08 / avg per day	\$ 62,472,191	\$ 24,726,493	74.5%
	DSS	Behavioral Health - SUD Prevention Services	Problem ID and Referral \$15.00, Info Dissemin & Educat \$12.75/15 min, Community Based \$13.75 / 15 min, Environment & Altern. \$12.00/15 min	\$ 2,923,078	2022	Problem ID and Referral \$15.00, Info Dissemin & Educat \$12.75/15 min, Community Based \$13.75 / 15 min, Environment & Altern. \$12.00/15 min	\$ -	\$ -	100%
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Key:

Current Methodology: Information regarding the current methodology used to calculate reimbursement rates.

SFY2023 Budget: Total funds budget for each service.

Source Data Year: Year of source data used to calculate rates (cost report, Medicare fee schedules, etc.).

Rate Calculation: Rate calculation based on reimbursement methodology. Costs were indexed forward by CPI-U of 7.16% (SFY22 final), 7.16% (SFY23 est.), and 7.16% (SFY24 est.) - for DSS & DOC groups

Rate Calculation: Rate calculation based on reimbursement methodology. Costs were indexed forward by CPI-U of 7.16% for DHS groups.

Total Cost to Reach Methodology: Fiscal impact of rate calculation based on most recent utilization data available.

General Fund Cost to Reach Methodology: General fund share of total cost to reach methodology.

Percent of Methodology Paid: Current reimbursement rates as a percentage of rate calculation based on most recent data available.

Cycle #1 Year 1 SFY2018 - Year 5 SFY2022

Cycle #2 Year 1 SFY2023 - Year 5 SFY2027

Results of Analysis: Information regarding proposed changes to reimbursement methodologies. Compares current rate to proposed methodology.

Year Analysis Completed: Year the reimbursement methodology was reviewed.

Total Cost to Reach Methodology: Fiscal impact of rate calculation based on most recent utilization data available.

General Fund Cost to Reach Methodology: General fund share of Total Cost to reach Methodology.

Percent of Methodology Paid: Current reimbursement rate as a percentage of rate calculation.