## MEDICAID POLICY INFORMATION SHEET

#### Policy Analyst: Kristi Walker

#### **Phone Number:**

Initial 🗌	Public Comment 🖂	Final 🗌	

### Brief description of policy:

The Medicaid Nursing Facility Rate Relief Program is being discontinued effective January 1, 2025.

## Reason for policy (problem being addressed):

This policy is being implemented in response to recent audit findings by the Office of the Auditor General.

## **Budget implication:**

budget neutral
will cost MDHHS
, and (select one) budgeted in current appropriation
will save MDHHS

## Is this policy change mandated per federal requirements?

No.

## Does policy have operational implications on other parts of MDHHS?

No.

## Does policy have operational implications on other departments?

No

#### Summary of input:

in controversial Those interested in participating in the Rate Relief Program may be unhappy with the program's discontinuation.

acceptable to most/all groups

Iimited public interest/comment

#### **Supporting Documentation:**

State Plan Amendment Required: 🛛 Yes 🗌 No			Public Notice Required:	🛛 Yes	🗌 No
If Yes, please provide status:					
Approved	🛛 Pending	Denied	If yes,		
Date:	Approval	Date:	Submission Date: 8/21	1/24	

DRAFT FOR PUBLIC COMMENT				
Michigan Department of				
Health and Human Services	Project Number: 243	31-NF Date: September 11, 2024		
Comments Due:   October 16, 2024     Proposed Effective Date:   January 1, 2025     Direct Comments To:   Kristi Walker     Address:   Kisti Walker     E-Mail Address:   WalkerK32@michigan.gov     Phone:   Fax:				
Policy Subject: Discontinuation	of the Rate Relief Prog	ram		
Affected Programs: Medicaid				
<b>Distribution:</b> Nursing Facilities				
<b>Summary:</b> The Medicaid Nursing Facility Rate Relief Program is being discontinued effective January 1, 2025.				
<b>Purpose:</b> This policy is being implemented in response to recent audit findings by the Office of the Auditor General.				
Cost Implications: Budget neutral				
<b>Potential Hearings &amp; Appeal Issues:</b> Those interested in participating in the Rate Relief Program may be unhappy with the program's discontinuation.				
State Plan Amendment Required: Yes 🛛 No 🗌 Public Notice Required: Yes 🖾 No 🗌 If yes, date submitted: Submitted date: 8/21/2024				
Tribal Notification: Yes 🛛 No 🗌 - Date: September 11, 2024				
THIS SECTION COMPLETED BY RECEIVER				
Approved		o Comments		
Disapproved		ee Comments Below ee Comments in Text		
Signature:		Phone Number		
Signature Printed:				
Bureau/Administration (please print)		Date		

# **Proposed Policy Draft**

Michigan Department of Health and Human Services Behavioral & Physical Health and Aging Services Administration

Distribution:	Nursing Facilities
Issued:	December 1, 2024 (Proposed)
Subject:	Discontinuation of the Rate Relief Program
Effective:	January 1, 2025 (Proposed)
Programs Affected:	Medicaid

# NOTE: Implementation of this policy is contingent upon approval of a State Plan Amendment (SPA) by the Centers for Medicare & Medicaid Services.

The purpose of this bulletin is to inform nursing facilities that the Rate Relief Program will be discontinued.

This change is being made in response to recent audit findings by the Office of the Auditor General. To comply with their recommendation to simplify the Michigan Medicaid Long-Term Care Reimbursement Methodology and make changes to make it less complicated, less labor intensive and more efficient, the Rate Relief Program will be discontinued effective January 1, 2025.

Any nursing facility currently receiving any type of rate relief will continue at their current variable rate base through December 31, 2024. Effective January 1, 2025, all nursing facilities will return to the standard reimbursement methodology.