

2021 Annual Report: Provider Reimbursement Rate Methodology Review

Pursuant to SDCL 28-22

Scheduled Year of Review	Dept	Service	SFY22 Rates	Current Methodology					Results of Analysis				
				SY22 Budget (Total Funds)	Source Data Year	Rate Calculation - most recent data available	Total Cost to Reach 100% Methodology	General Fund Cost to Reach Methodology	Percent of Methodology Currently Paid	Year Analysis Completed	Rate Calculation	Total Cost to Reach Methodology	General Fund Cost to Reach 100% Methodology
Year 1: SFY2018	DHS	In Home Services (Homemaker / Nursing)	Nursing \$73.80 / hr Homemaker \$32.04 / hr	\$ 31,283,407	2018	Nursing \$73.80 / hr Homemaker \$32.04 / hr	\$ -	\$ -	100.0% 100.0%				
	DSS	In Home Services (Homemaker / Nursing)	Nursing \$73.80 / hr Homemaker \$32.04 / hr LPN \$48.72 / hr	\$ 7,727,502	2018	Nursing \$73.80 / hr Homemaker \$32.04 / hr LPN \$48.72 / hr	\$ -	\$ -	100.0% 100.0% 100.0%				
	DSS	Group Care	\$203.51/ day	\$ 5,171,746	2018	\$203.51 / day	\$ -	\$ -	100.0%				
	DOC	Group Care	\$203.51/ day	\$ 4,831,060	2018	\$203.51 / day	\$ -	\$ -	100.0%				
	DSS	Independent Living	\$91.58 / day	\$ 403,928	2018	\$91.58 / day	\$ -	\$ -	100.0%				
	DOC	Independent Living	\$91.58 / day	\$ 402,177	2018	\$91.58 / day	\$ -	\$ -	100.0%				
	DSS	Psychiatric Residential Treatment	\$265.08 / day	\$ 32,186,021	2018	\$257.31 / day	\$ -	\$ -	103.0%				
	DOC	Psychiatric Residential Treatment	\$265.08 / day	\$ 4,969,484	2018	\$257.31 / day	\$ -	\$ -	103.0%				
Year 2: SFY2019	DSS	Behavioral Health-Substance Use Disorder (SUD)	Outpx Counseling Ind \$25.03 / 15min Outpx Counseling Grp \$6.97 / 15min Low-Intensity Residential \$63.24 / day Low-Intensity PW \$147.32 / day Inpatient Tx \$246.43 / day PRTF \$334.56 / day Detox \$46.69 / 12 hour	\$ 29,303,340	2018	Outpx Counseling Ind \$24.90 / 15min Outpx Counseling Grp \$6.97 / 15min Low-Intensity Residential \$63.24 / day Low-Intensity PW \$147.32 / day Inpatient Tx \$244.76 / day PRTF \$283.39 / day Detox \$46.69 / 12 hour	\$ -	\$ -	100.5% 100.0% 100.0% 100.0% 100.7% 118.1% 100.0%				
	DHS	Assisted Living	Tier I \$56.15 Tier I \$66.25 Tier II \$76.92	\$ 19,022,362	2018	Tier I \$56.15 Tier II \$66.07 Tier III \$75.99	\$ -	\$ -	100.0% 100.3% 101.2%	2019			
Year 3: SFY2020	DSS	Behavioral Health - Mental Health	IMPACT \$81.19 / day CARE \$81.90 / day SED \$32.41 / 15 min indiv SED \$20.78 / 15 min group Psychiatry \$77.53 / 15 min CNP/PA \$69.78 / 15 min Room & Board \$94.12 / day Outpatient \$34.47 / 15 min Ind Outpatient \$17.83 / 15 min group	\$ 34,023,930	2018	IMPACT \$79.75 / day CARE \$81.90 / day SED \$32.41 / 15 min indiv SED \$20.78 / 15 Min group Psychiatry \$77.53 / 15 min CNP/PA \$69.78 / 15 min Room & Board \$94.12 / day Outpatient \$34.47 / 15 Min Ind Outpatient \$14.91 / 15 Min group	\$ -	\$ -	101.8% 100.0% 100.0% 100.0% 100.0% 100.0% 100.0% 100.0% 100.0% 119.6%				
DHS	Community Support Providers (CSPs)	Adult Avg: \$182.99 / day Child Avg: \$262.86 / day	\$ 171,978,572	2020	Adult avg: \$175.42 / day Child Avg: \$262.47 / day	\$ -	\$ -	104.3% 100.1%	2022	Career Exploration - Facility (1:5) - \$12.59/Hour Career Exploration - Community (1:4) - \$14.31/Hour Day Services - Facility - \$12.89/Hour Supported Employment - \$58.37/Hour Supported Empl. - Long-Term Support (1:1) - \$14.59/15 Min. Supported Employment - Group (1:4) - \$15.47/Hour Supported Employment - Enclave (1:8) - \$7.73/Hour Behavioral Support (1:2) - \$32.81/Hour Monitored Living - Tier 1 (1:10) - \$49.20/Daily Monitored Living - Tier 2 (1:8) - \$54.16/Daily Monitored Living - Tier 3 (1:6) - \$67.92/Daily Family Home - Tier 1 (1:10) - \$49.20/Daily Family Home - Tier 2 (1:8) - \$54.16/Daily Family Home - Tier 3 (1:6) - \$67.92/Daily Shared Living - Tier 1 - \$175.59/Daily Shared Living - Tier 2 - \$190.80/Daily Shared Living - Tier 3 - \$206.01/Daily Shared Living - Tier 4 - \$221.22/Daily Shared Living - Tier 5 - \$236.43/Daily Shared Living - Tier 6 - \$251.64/Daily	\$ 13,978,281	\$ 5,978,511	92.5%

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Year 4: SFY2021	DSS	Behavioral Health - Justice Involved Populations (FFT, CBISA)	FFT \$244.48 / session CBISA Ind \$25.03 / 15 Min	\$ 10,360,948	2019	FFT \$244.48 / session CBISA Ind \$25.03 / 15 Min			100.0% 100.0%						
	DHS	Nursing Homes	\$176.31 / avg per day	\$ 174,047,234	2019	\$173.21 / avg per day	\$ -	\$ -	101.8%	2021	Methodology is sound and fair, but recent federal changes to acuity-based measurement requires further analysis.				
Year 5: SFY2022	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 & Alternative \$12.00/15 min	\$ 2,466,612	2022						Review is on-going, to be completed in SFY 2022				

Key:

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

SFY2022 Budget: Total funds budget for each service.

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

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.

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.

Rate Calculation: Rate calculation based on reimbursement methodology. Costs were indexed forward by CPI-U of 2.07% (SFY19), 2.07% (SFY20 est.), SFY21 2.0%, and SFY22 2.4%

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.

(a) Review is still on-going to be completed by the end of state fiscal year 2022. Rates are proposed and not final.

(b) For CSPs, the percent of methodology currently paid assumes passage of the 6% provider inflation within the Governor's Recommended Budget.

(c) For Nursing Homes, 638 tribal healthcare providers were not factored due to those facilities being paid at cost and with 100% federal funds.