



DEPARTMENT OF HUMAN SERVICES

Division of Long Term Services & Supports
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MEMORADUM

DATE: May 23, 2022

TO: Assisted Living Medicaid Provider

FROM: Misty Black Bear, Assistant Director LTSS *MBB*

SUBJECT: SFY2023 Assisted Living Reimbursement Rates

The South Dakota Legislature finalized the SFY23 budget in March, which included funding to support a 6.0% inflationary increase in reimbursement rates. The Assisted Living waiver rate will be adjusted accordingly, effective July 1, 2022.

Effective July 1, 2022, the Assisted Living Waiver Program reimbursement rate will be as follows:

Assisted Living Waiver Base Rate: \$59.52 per day
Assisted Living Waiver Tier 1 Rate: \$70.23 per day
Assisted Living Waiver Tier 2 Rate: \$ 81.54 per day

The Room and Board portion of the rate will continue to be adjusted annually on January 1 based on the Social Security Administration (SSA) Cost of Living Adjustment (COLA). Therefore, Room and Board portion of the rate remains at \$801.00 per month or \$26.33 per day.

Federal requirements state that the State Optional Supplemental Assisted Living reimbursement rate must receive state inflation policy or COLA, whichever is greater. The State Optional Supplemental Assisted Living reimbursement rate was increased on January 1, 2022, per requirements from \$1,816 per month to \$1,923 per month.

We appreciate your partnership and continued efforts to serve the citizens of our state. Please contact Greg Evans at 605-773-6316 if you have specific questions regarding the rates.