



**DEPARTMENT OF HUMAN SERVICES**

Division of Long Term Services & Supports  
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**MEMORADUM**

**DATE:** May 3<sup>rd</sup>, 2021

**TO:** Assisted Living Medicaid Provider

**FROM:** Yvette Thomas, Director Long Term Services and Supports

**SUBJECT:** SFY2022 Assisted Living Reimbursement Rates

The South Dakota Legislature finalized the SFY22 budget in March, which included funding to support a 9.54% inflationary increase in reimbursement rates to bring this provider group to 100% of methodology, this increase includes the standard 2.4% inflationary increase. The Assisted Living waiver rate will be adjusted accordingly, effective July 1, 2021.

Additionally, Assisted Living Waiver Rate Tiers are now in effect. 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, effective July 1, 2021, the Assisted Living Waiver Program reimbursement rate will be as follows:

Assisted Living Waiver Base Rate: \$56.15 per day

Assisted Living Waiver Tier 1 Rate: \$66.25 per day

Assisted Living Waiver Tier 2 Rate: \$76.92 per day

The Room and Board portion of the rate remains at \$754.00 per month or \$24.79 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, 2021, per requirements from \$1,746 per month to \$1,816 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.

Sincerely,



Yvette Thomas, Director  
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