



# **FSSA Provider Reimbursement Rate Matrix MAC Meeting - February 2023**

# Historical Forecasting / Budgeting Methods

## Rate Increase Timing Differed by Provider Type



### Nursing Facility

Annual Rebasing and Quarterly Updates are specified in Indiana Administrative Code

### Hospital and Physician (HIP)

Reimbursement is aligned with Medicare and updated annually

### Home Health and Waiver Services

Rate increases are contingent on funding availability

**Mandated Rate Increases for 70% of Expenditures**

**Discretionary Increases for Remaining 30%**

Rebased Annually with Quarterly Adj.	Rebased Annually	Rebased Biennially with Indexing	Rates Align with Medicare	Other	Ad Hoc Increases
Nursing Facilities	PRTF	ICF/ID	Hospital Physician (HIP) DME (Cures) Hospice	Pharmacy PACE	Physician (non-HIP) Waiver Services Home Health NEMT Dental

# Rate Matrix Concept

Each Service will have a Rate Review performed every four years



Rate Reviews for similar services will be performed at the same time

Medicaid Services	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9
Service 1	Rate Review	Indexed Rate Increase	Indexed Rate Increase	Indexed Rate Increase	Rate Review	Indexed Rate Increase	Indexed Rate Increase	Indexed Rate Increase	Rate Review
Service 2	Rate Review	Indexed Rate Increase	Indexed Rate Increase	Indexed Rate Increase	Rate Review	Indexed Rate Increase	Indexed Rate Increase	Indexed Rate Increase	Rate Review
Service 3	Rate Review	Indexed Rate Increase	Indexed Rate Increase	Indexed Rate Increase	Rate Review	Indexed Rate Increase	Indexed Rate Increase	Indexed Rate Increase	Rate Review
Service 4			Rate Review	Indexed Rate Increase	Indexed Rate Increase	Indexed Rate Increase	Rate Review	Indexed Rate Increase	Indexed Rate Increase
Service 5			Rate Review	Indexed Rate Increase	Indexed Rate Increase	Indexed Rate Increase	Rate Review	Indexed Rate Increase	Indexed Rate Increase
Service 6		Rate Review	Indexed Rate Increase	Indexed Rate Increase	Indexed Rate Increase	Rate Review	Indexed Rate Increase	Indexed Rate Increase	Indexed Rate Increase

Rates will be indexed to increase between Rate Reviews