



Date: June 8, 2022

Topic: Enhanced Funding for Day Services Reconciliation

On October 1, 2021, Day Services Rates (i.e. Career Planning, Community Inclusion Services, Day Habilitation, Prevocational Training - Group and Individual, and Supported Employment - Group and Individual) were increased due to one-time funding appropriated to the Division's FY22 budget, as outlined in [Payments for Day Services](#). As part of the rate increases, a portion was delivered as an *Enhanced Rate* requiring a monthly reconciliation. Further, any unspent funds of the one-time appropriation requires reconciliation. This document will describe the manner in which the final reconciliations will occur.

Enhanced Rate Payment - Monthly Reconciliations:

The Division will continue to process enhanced rate payments on paid claims with service dates from October 1, 2021 to June 30, 2022. Below reflects the payment date of the remaining reconciliations:

- **June 15, 2022** – All claims paid as of June 1 remittance excluding any remittances paid in prior reconciliations.
- **July 27, 2022** – All claims paid as of July 20 remittance excluding any remittances paid in prior reconciliations.
 - *See "Underspent Funds - Final Reconciliation" regarding the submission of claims in this time frame.*
- The Division will perform quarterly reconciliations after the July 27, 2022 payment occurs to account for claims lag and ensure all applicable claims with the service date of October 1, 2021 to June 30, 2022 receive the enhanced rate up to timely-filing threshold (1-year).
- The Division will continue to monitor claims even after timely-filing threshold is met (1-year) to ensure any voided claims did not occur. If voided claims occur, providers are required to reimburse the Division for enhanced rate payment of affected claim.

Underspent Funds – Lump Sum Reconciliation/Payment:

The Day Services Rate Increases effective October 1, 2021 were constructed using Pre-Public Health Emergency (PHE) utilization levels. Utilization did not reach Pre-PHE levels causing an underspend in appropriated funds specific to these increases. Due to the nature of the increase and one-time legislative language, all underspent funds must be distributed. Therefore, the Division will administer a one-time lump sum payment to providers of the projected underspent funds. The timing and important details of delivering the lump sum payment are:

- Payment of any underspent funds will be delivered to providers in their **July 27, 2022** remittance.
- Provider payments will be calculated using a percentage of an individual providers claims vs. the total number of claims for applicable services and time-period.
 - **Claims submitted by July 15, 2022, thus paid on July 20, 2022 remittance will be included in the calculation to distribute underspent funds.**
 - DDD encourages providers of impacted services to submit claims for those services rendered between October 1, 2021 and June 30, 2022 by July 15, 2022. It is not required that all claims be submitted by this date. However, to maximize the accuracy of the *proportional* lump sum payment the majority of claims will need to have been submitted.
- The lump sum payment of underspent funds does not affect the payment of the enhanced rate on claims submitted after July 15, 2022 so long as the claims are for the applicable service time period and within the timely filing threshold.