



Date: July 18, 2022

Topic: FY23 Individual Supports Rate Increase

As part of the FY23 Budget effective July 1, 2022, budget language was included to increase Individual Supports (Residential) rates by \$7,500,000 of State appropriations. This funding is eligible for federal match the day after publication of the required Public Notice of the rate increase. This [Public Notice](#) was published July 15, 2022, making the impacted Individual Supports rates eligible for federal match July 16, 2022. Combined with federal matching funds, Individual Supports Rates will increase by approximately \$15,000,000, providing a 1 % increase.

The Division projects that all needed system changes will be completed on July 23, 2022, with updated Prior Authorizations being released that date. Should this change the Division will release alternate guidance.

July 1 to July 15, 2022

Due to the timing of public notice, claims for these services between July 1st through July 15th will not be eligible for federal match and will be funded with state only payment reflecting a .5% increase. The Division will release this payment as follows:

- During this time period, providers should submit claims for Individual Supports using the rates that were effective ***prior*** to the referenced Public Notice.
- Reconciliation of applicable service dates will be done September 1, 2022, and quarterly thereafter to account for any claims lag.
- Compensation for this time period will provided via a direct payment from the Division (New Jersey Treasury), not through FFS remittance (Gainwell) and will occur in September 2022.

Individual Supports Claims On and After July 16th

Providers will be unable to bill at the increased rate until July 23, 2022 when the updated Prior Authorizations are released. If a provider submits an Individual Supports claim with a service date of July 16th through July 23rd before the systems are updated, those claims will need to be resubmitted.